



*2026 Spring National Meeting
San Diego, California*

RISK-BASED CAPITAL INVESTMENT RISK AND EVALUATION (E) WORKING GROUP

Monday, March 23, 2026

11:30 a.m.– 12:30 p.m.

Meeting Summary Report

The Risk-Based Capital Investment Risk and Evaluation (E) Working Group met March 23, 2026. During this meeting, the Working Group:

1. Adopted its March 2 minutes. During this meeting, the Working Group took the following action:
 - A. Adopted its Dec. 15, 2025, minutes. During this meeting, the Working Group took the following action:
 - i. Adopted its Nov. 4 minutes.
 - ii. Heard an update from the American Academy of Actuaries (Academy) on the collateralized loan obligations (CLOs) risk-based capital (RBC) project.
 - iii. Exposed proposal 2025-22-IRE (CLO RBC Structure).
 - iv. Decided not to adopt proposal 2025-12-IRE (SVO Bond Fund Alignment Project) for the life RBC formula.
 - B. Received comments on the Academy’s Dec. 15, 2025, presentation.
 - C. Heard updates from the Academy on its CLOs RBC project.
 - D. Exposed the Academy’s CLO RBC project presentation for a 45-day public comment period ending April 16.
2. Reported that it met March 19 in regulator-to-regulator session pursuant to paragraph 3 (specific companies, entities, or individuals) of the NAIC Policy Statement on Open Meetings. During this meeting, the Working Group took the following action:
 - A. Discussed comments and/or questions in response to the Academy’s March 2 CLO RBC project presentation.
 - B. Discussed the RBC impact analysis.
3. Received an update from the Invested Assets (E) Task Force. Various workstreams taken on by its working groups, namely the Investment Designation Analysis (E) Working Group, the Credit Rating Provider (E) Working Group and the Investment Analysis (E) Working Group, were highlighted in the report.
4. Received an update from the Statutory Accounting Principles (E) Working Group. A few investment-related adoptions/exposures were highlighted: 1) adopted admittance provisions of long-term repurchase agreements; 2) adopted nonadmittance provisions for investments held under “book value separate account”; and 3) exposed various proposals on topics such as restricted assets coding, funding agreement-backed note (FABN) disclosure revisions, security identifiers disclosures, and provisions on asset liability management derivatives.



5. Heard an update from the Academy on the CLO C-1 factor modeling project. The Academy reported progress to date on the evaluation of RBC treatment for CLOs, including the data and analytics that substantiate the options for tranche thickness as a comparable attribute and progress in developing model documentation.
6. Received comments on proposal 2025-22-IRE (CLO RBC Structure) and re-exposed a modified proposal for a 25-day public comment period ending April 17.