

*2024 Summer National Meeting  
Chicago, Illinois*

**VALUATION OF SECURITIES (E) TASK FORCE**

Tuesday, August 13, 2024  
2:00 – 3:30 p.m.

**Meeting Summary Report**

The Valuation of Securities (E) Task Force met Aug. 13, 2024. During this meeting, the Task Force:

1. Adopted its Spring National Meeting minutes.
  - A. Adopted its June 18 and May 2 minutes. During these meetings, the Task Force took the following action: Adopted amendments to the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* (P&P Manual) to:
    - i. Permit NAIC designations for short-term, asset-backed securities (ABS).
    - ii. Add Spain to the List of Foreign (Non-U.S.) Jurisdictions Eligible for Netting for Purposes of Determining Exposures to Counterparties for Schedule DB, Part D, Section 1.
    - iii. Change the effective date for the implementation of collateralized loan obligation (CLO) modeling to Dec. 31, 2025.
    - iv. Clarify permitting insurers to self-assign an NAIC designation 6\*.
    - v. Make current the list of Securities of Valuation Office (SVO) processes.
    - vi. Update U.S. government agency and other U.S. government obligation abbreviations.
  - B. Exposed several P&P Manual amendments, including those to:
    - i. Update the definition of an NAIC designation.
    - ii. Authorize the procedures for the SVO's discretion over NAIC designations assigned through the filing exempt (FE) process.
    - iii. Permit NAIC designations for short-term asset-backed securities (ABS).
  - C. Heard an update on the proposed CLO modeling methodology.
3. Adopted its 2025 proposed charges.
4. Adopted a revised proposed amendment to the P&P Manual to update the definition of an NAIC designation. The Task Force had previously exposed the amendment for a 28-day public comment period that ended July 18.
5. Adopted a revised proposed amendment to the P&P Manual authorizing the procedures for the NAIC's discretion over NAIC designations assigned through the FE process. The Task Force had previously exposed the amendment for a 38-day public comment period that ended July 26.
6. Exposed a proposed amendment to the P&P Manual to require annual reviews of Regulatory Transactions for a 30-day public comment period ending Sept. 13.

7. Exposed a proposed P&P Manual amendment to update the List of NAIC Credit Rating Providers (CRPs) for a 30-day public comment period ending Sept. 13.
8. Received a staff report on the projects of the Statutory Accounting Principles (E) Working Group.
9. Received a report from the SVO on filing with the SVO investments moving to Schedule BA in 2025 due to changes to Statement of *Statutory Accounting Principles (SSAP) No. 26—Bonds* and *SSAP No. 43R—Loan-Backed and Structured Securities*.
10. Received a staff report on the proposed CLO modeling methodology and the CLO Ad Hoc Working Group.