

2024 Fall National Meeting
Denver, Colorado

CAPITAL ADEQUACY (E) TASK FORCE

Monday, November 18, 2024
1:00 – 2:00 p.m.

Meeting Summary Report

The Capital Adequacy (E) Task Force met Nov. 18, 2024. During this meeting, the Task Force:

1. Adopted its Summer National Meeting minutes.
2. Adopted its Sept. 26 minutes. During this meeting, the Task Force took the following action:
 - A. Adopted its revised procedure document, which the Task Force had exposed for a 30-day public comment period ending Sept. 13.
 - B. Adopted its 2025 proposed charges, which the Task Force had exposed for a 30-day public comment period ending Sept. 13.
3. Adopted the report of the Risk-Based Capital Investment Risk and Evaluation (E) Working Group, which met Oct. 22. During this meeting, the Working Group took the following action:
 - A. Adopted its Summer National Meeting minutes.
 - B. Received updates from the Valuation of Securities (E) Task Force and the Statutory Accounting Principles (E) Working Group.
 - C. Heard an update from the American Academy of Actuaries (Academy) on the structured securities risk-based capital (RBC) project.
 - D. Discussed referrals related to funds.
4. Adopted the report of the Life Risk-Based Capital (E) Working Group, which met Oct 23. During this meeting, the Working Group took the following action:
 - A. Adopted its Summer National Meeting minutes.
 - B. Received updates from the Generator of Economic Scenarios (GOES) (E/A) Subgroup, Longevity Risk (E/A) Subgroup, and Variable Annuities Capital and Reserve (E/A) Subgroup.
 - C. Exposed proposal 2024-21-L (Tax Credit Investments) for a 75-day public comment period ending Jan 6, 2025.
 - D. Exposed proposal 2024 -24-L (Principles-Based Bond Project) for a 75-day public comment period ending Jan 6, 2025.
 - E. Received updates from the Academy on covariance and C-3 risk.
5. Adopted the report of the Property and Casualty Risk-Based Capital (E) Working Group, which met Nov. 18. During this meeting, the Working Group took the following action:
 - A. Adopted its Summer National Meeting minutes.
 - B. Adopted proposal 2024-22-CR, which adds severe convective storm data for 2015–2023 to the catastrophe event list.



- C. Adopted proposal 2024-23-CR, which adds catastrophe events for January through October 2024 to the catastrophe event list.
 - D. Heard an update on the CoreLogic wildfire model review.
 - E. Discussed its working agenda.
 - F. Heard the panel discussion “The State of the Flood Insurance Market: Trends, Challenges, and Opportunities.”
6. Heard an update from the Health Risk-Based Capital (E) Working Group regarding H2 review and development.
 7. Adopted proposal 2024-22-CR, which adds severe convective storm data for 2015–2023 to the catastrophe event list.
 8. Adopted proposal 2024-23-CR, which adds catastrophe events for January through October 2024 to the catastrophe event list.
 9. Exposed proposal 2024-25-CA (Principle Based Bond Project for P/C and Health) for a 75-day public comment period ending Feb. 1, 2025.
 10. Exposed proposal 2024-26-CA (Tax Credit Investments for P/C and Health) for a 75-day public comment period ending Feb. 1, 2025.
 11. Adopted its working agenda with a few edits to the Risk-Based Capital Investment Risk and Evaluation (E) Working Group, Property and Casualty Risk-Based Capital (E) Working Group, and Capital Adequacy (E) Task Force sections.
 12. Heard an update on collateral loans from the Statutory Accounting Principles (E) Working Group.