

2021 Fall National Meeting
San Diego, California

FINANCIAL CONDITION (E) COMMITTEE

Monday, December 13, 2021
4:15 – 5:00 p.m.

Meeting Summary Report

The Financial Condition (E) Committee met Dec. 13, 2021. During this meeting, the Committee:

1. Adopted its Nov. 19 and Summer National Meeting minutes, which included the following action:
 - A. Adopted a response to a referral received from the Financial Regulation and Accreditation Standards (F) Committee regarding captive insurers.
 - B. Received a response from the chair of the Valuation Analysis (E) Working Group related to principle-based reserving (PBR) and a recommendation from the International Monetary Fund (IMF) related to its Financial Sector Assessment Program (FSAP).
 - C. Received a request from the chair of the Capital Adequacy (E) Task Force about a proposed new working group related to investment risks.
 - D. Adopted its 2022 proposed charges.
2. Adopted the reports of the following task forces and working groups: the Accounting Practices and Procedures (E) Task Force; the Capital Adequacy (E) Task Force; the Examination Oversight (E) Task Force; the Financial Stability (E) Task Force; the Receivership and Insolvency (E) Task Force; the Reinsurance (E) Task Force; the Risk Retention Group (E) Task Force; the Valuation of Securities (E) Task Force; the Group Capital Calculation (E) Working Group; the Group Solvency Issues (E) Working Group; the Mutual Recognition of Jurisdictions (E) Working Group; the NAIC/American Institute of Certified Public Accountants (AICPA) (E) Working Group; the National Treatment and Coordination (E) Working Group; the Restructuring Mechanisms (E) Working Group; and the Risk-Focused Surveillance (E) Working Group.
3. Adopted the *Process for Evaluating Jurisdictions that Recognize and Accept the Group Capital Calculation*.
4. Adopted the *ReFAWG Review Process for Passporting Certified and Reciprocal Jurisdiction Reinsurers*.
5. Received and discussed a request from a consumer representative with regard to taking on a project to examine and identify investment practices of insurers that may disproportionately impact communities of color.
6. Discussed a proposed project to consider a revised approach to the RBC requirements for structured securities and other asset backed securities.

[E Committee Summary.docx](#)