

2020 Summer National Meeting
Virtual Meeting

FINANCIAL CONDITION (E) COMMITTEE

Tuesday, August 11, 2020

4:00 – 5:00 p.m.

Meeting Summary Report

The Financial Condition (E) Committee met Aug. 11, 2020. During this meeting, the Committee:

1. Adopted its July 1, June 12, May 15 and March 26 minutes.
 - a. The July 1 call included the following action:
 - i. Adopted its Feb. 27 and 2019 Fall National Meeting minutes.
 1. The Feb. 27 call included the following action:
 - a. Adopted a Request for NAIC Model Law Development from the Receivership and Insolvency (E) Task Force.
 - b. Adopted a Request for NAIC Model Law Development from the Financial Stability (EX) Task Force.
 - c. Adopted a request for extension from the Mortgage Guaranty Insurance (E) Working Group regarding ongoing work on an NAIC model.
 - ii. Adopted technical revisions to the *Term and Universal Life Insurance Reserve Financing Model Regulation* (#787) and acknowledged the similar technical revisions made to *Actuarial Guideline XLVIII—Actuarial Opinion and Memorandum Requirements for the Reinsurance of Policies Required to be Valued under Sections 6 and 7 of the NAIC Valuation of Life Insurance Policies Model Regulation (Model 830)* (AG 48) by the Life Insurance and Annuities (A) Committee.
 - iii. Adopted actions from the Capital Adequacy (E) Task Force, the Valuation of Securities (E) Task Force, and the Accounting Practices and Procedures (E) Task Force, with the exception of *Interpretation (INT) 20-08: COVID-19 Premium Refunds, Limited-Time Exception, Rate Reductions and Policyholder Dividends*, which was rejected and sent back to the Accounting Practices and Procedures (E) Task Force.
 - b. The June 12 call included the following action:
 - i. Adopted a memorandum from the Committee to all commissioners regarding the treatment of the London Interbank Offered Rate (LIBOR) under state investment laws.
 - ii. Adopted an extension of mortgage forbearance previously adopted by the Committee through Sept. 30, 2019.
 - c. The March 26 minutes included the following action:
 - i. Adopted mortgage forbearance through June 30.
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 Receivership and Insolvency (E) Task Force, the Reinsurance (E) Task Force, the Valuation of Securities (E) Task Force, the Group Capital Calculation (E) Working Group, and the Group Solvency Issues (E) Working Group.
3. Adopted a revised INT 20-08.

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