

2020 Summer National Meeting  
Virtual Meeting

**FINANCIAL REGULATION STANDARDS AND ACCREDITATION (F) COMMITTEE**

**Wednesday, August 12, 2020**

**4:00 – 5:00 p.m.**

**Meeting Summary Report**

The Financial Regulation Standards and Accreditation (F) Committee met Aug. 10, July 21 and June 23, 2020, in regulator-to-regulator session, pursuant to paragraph 7 (consideration of individual state insurance department's compliance with NAIC financial regulation standards) of the NAIC Policy Statement on Open Meetings, to: 1) discuss state-specific accreditation issues; and 2) vote to award continued accreditation to the insurance departments of Delaware, Louisiana, Maryland, Oregon, Rhode Island and Washington.

The Financial Regulation Standards and Accreditation (F) Committee met Aug. 12, 2020. During this meeting, the Committee:

1. Adopted its 2019 Fall National Meeting minutes.
2. Adopted, immediately by reference, revisions made during 2019 to NAIC publications that are required for accreditation purposes (e.g., the *Accounting Practices and Procedures Manual* [AP&P Manual]) and were deemed insignificant.
3. Adopted a referral to confirm that the 2019 and 2011 revisions to the *Credit for Reinsurance Model Law* (#785) and the *Credit for Reinsurance Model Regulation* (#786) are applicable to risk retention groups (RRGs) as an accreditation standard. The revisions address the reinsurance collateral requirements necessary for U.S. ceding companies to take credit for certain reinsurance transactions. The adopted effective date is Sept. 1, 2022, with enforcement to begin Jan. 1, 2023.
4. Adopted technical changes to the new accreditation standard for *Term and Universal Life Insurance Reserve Financing Model Regulation* (#787) to update a reference that was revised in 2020.
5. Exposed proposed revisions to the Review Team Guidelines and the Self-Evaluation Guide for Part C: Organizational and Personnel Practices, for a 30-day public comment period ending Sept. 11. The revisions incorporate consideration of where each department's average salaries fall in relation to the range as defined in the *Financial Analysis Handbook* and the *Financial Condition Examiners Handbook*.
6. Exposed proposed revisions to the Review Team Guidelines for Part B1: Financial Analysis for a 30-day public comment period ending Sept. 11. The proposed revisions consist of a technical clarification related to RRGs and the use of the "Captives and/or Insurers Filing on a U.S. GAAP Basis Worksheet."

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