

*2024 Summer National Meeting  
Chicago, Illinois*

**RISK-BASED CAPITAL INVESTMENT RISK AND EVALUATION (E) WORKING GROUP**

Wednesday, August 14, 2024

8:00 – 9:00 a.m.

**Meeting Summary Report**

The Risk-Based Capital Investment Risk and Evaluation (E) Working Group met Aug. 14, 2024. During this meeting, the Working Group:

1. Adopted its Spring National Meeting minutes.
2. Adopted its June 21, May 22 and April 12 minutes. During these meetings, the Working Group took the following action:
  - A. Discussed a review of year-end 2023 data reported for residual tranches.
  - B. Heard a presentation from the NAIC's Structured Securities Group.
  - C. Discussed comment letters received on Oliver Wyman's residual tranche risk analysis.
  - D. Discussed comment letters received on a memorandum requesting additional feedback from industry stakeholders to substantiate their request for an additional one-year delay in implementing the 45% risk-based capital (RBC) factor for residual tranches.
  - E. Discussed comment letters received on proposal 2024-19-I and other potential alternative proposals.
  - F. Discussed the American Council of Life Insurers' survey data on residual ownerships by life insurers.
  - G. Voted to retain the original adoption of the 45% charge to be applied to all residuals.
3. Received updates from the Valuation of Securities (E) Task Force and the Statutory Accounting Principles (E) Working Group.
4. Heard an update from the American Academy of Actuaries on structured securities RBC project.
5. Discussed referrals that are related to funds and discussed moving forward in considering RBC formula and instruction changes to reflect SVO-assigned designations in SEC-registered funds as well as to review and consider convergence with exposure aggregations for funds consistently with the Supplemental Investment Risk Interrogatory (SIRI).
6. Adopted its 2024 working agenda.