

2024 Summer National Meeting
Chicago, Illinois

CASUALTY ACTUARIAL AND STATISTICAL (C) TASK FORCE

Tuesday, August 13, 2024
2:00 – 3:30 p.m.

Meeting Summary Report

The Casualty Actuarial and Statistical (C) Task Force met Aug. 13, 2024. During this meeting, the Task Force:

1. Adopted its Spring National Meeting minutes.
2. Adopted its July 9, June 17, May 7, and March 20 minutes. During these meetings, the Task Force took the following action:
 - A. Adopted the following statistical reports: *Report on Profitability by Line by State* (Profitability Report); the *Competition Database Report* (Competition Report), and the *2022 Auto Insurance Database Average Premium Supplement* (Auto Supplement).
3. Heard that the Task Force met July 16, June 18, May 21, and April 16 in regulator-to-regulator session, pursuant to paragraph 3 (specific companies, entities, or individuals) of the NAIC Policy Statement on Open Meetings, to discuss rate filing issues.
4. Heard that the Task Force held Book Club education sessions about predictive modeling on July 23, June 25, May 28, and April 23. Book Club sessions included the following:
 - A. Gary Wang (Pinnacle Actuarial Resources Inc.) and Joey Sveda (Pinnacle Actuarial Resources Inc.) presented “Stepping into the Actuarial Modeling Wonderland.”
 - B. Tammy Schwartz (Guidewire) and Paul Harper (Guidewire) introduced a tool called HazardHub, which focuses on property risk.
 - C. Matt Moore (Highway Loss Data Institute—HLDI) presented on electric vehicles.
 - D. Sam Kloese (NAIC), April Yu (NAIC), and Roberto Perez Santiago (NAIC) presented recommendations for non-generalized linear model (GLM) model documentation.
5. Adopted the report of the Actuarial Opinion (C) Working Group, including its combined July 23 and Aug. 6 minutes. The Working Group discussed the *Regulatory Guidance on Property and Casualty Statutory Statements of Actuarial Opinion, Actuarial Opinion Summaries, and Actuarial Reports for the Year 2024*, and the *2025 P/C Statement of Actuarial Opinion Instructions*. Some topics under discussion include documenting: 1) the already-adopted 2024 limitation of qualification documentation to only first appointment and no longer annually thereafter; 2) changes to the Actuarial Standards Board (ASB) Actuarial Standard of Practice (ASOP) No. 36, *Statements of Actuarial Opinion Regarding Property/Casualty Loss, Loss Adjustment Expense, or Other Reserves*; and the Society of Actuaries (SOA) educational plan.

6. Adopted the report of the Statistical Data (C) Working Group, including its July 29 and May 30 minutes. During these meetings, the Working Group discussed the Profitability Report and the *Dwelling, Fire, Homeowners Owner-Occupied, and Homeowners Tenant and Condominium/ Cooperative Unit Owner's Insurance Report* (Homeowners Report).
7. Received an update on the NAIC Rate Model Review team's newly announced six- to nine-month moratorium on submission of any new rate model filing to the NAIC. The team is currently booked for nine months and will complete all the filings already received, including any initial reviews and any of the related objection reviews. During the moratorium, the Task Force will be asked to consider adjustments to the program. The Executive (EX) Committee will discuss budget considerations and staffing.
8. Heard a presentation from the Casualty Actuarial Society (CAS) on race and insurance.
9. Discussed the private flood insurance supplement and personal flood insurance alien data reported to the International Insurance Department (IID). It is unclear whether the data from the IID is a match to the supplement data.
10. Heard liaison reports about the property/casualty (P/C) actuarial activities in other committees.
11. Exposed a draft white paper appendix on penalized regression for a 30-day public comment period ending Sept. 11.
12. Heard activity and research reports from the ASB, the Actuarial Board for Counseling and Discipline (ABCD), the American Academy of Actuaries (Academy), the CAS, and the SOA.