

**Meeting Between Staff of the Federal Reserve, State Insurance Departments, and the
National Association of Insurance Commissioners
August 3, 2018**

Participants: Tom Sullivan, Linda Duzick, Matti Peltonen, Matt Walker, and Suyash Paliwal (Federal Reserve Board); Sanders Shaffer (Federal Reserve Bank of Boston)

David Altmaier, Philip Barlow, Kristine Maurer, Justin Zimmerman, Justin Schrader, Kathy Belfi, Doug Slape, Jamie Walker, and Ray Spudek (State insurance departments)

Ramon Calderon, Lou Felice, and Ned Tyrrell (National Association of Insurance Commissioners)

Summary: Staff of the Federal Reserve Board and Federal Reserve Bank of Boston met with Commissioners and staff of State insurance departments and the National Association of Insurance Commissioners (NAIC) to discuss elements of the Federal Reserve's advance notice of proposed rulemaking (ANPR) on Capital Requirements for Supervised Institutions Significantly Engaged in Insurance Activities and the NAIC's potential group capital calculation (GCC). The discussion explored areas of commonality between the two capital frameworks under development, the NAIC's potential GCC and the Federal Reserve's proposed Building Block Approach (BBA) as set out in the Board's ANPR. Staff from the Federal Reserve, State insurance departments, and the NAIC exchanged thoughts on aspects of the GCC and BBA including (i) scope of the BBA and GCC; (ii) treatment of various insurance and non-insurance entities; and (iii) treatment of debt instruments.

Staff from the Federal Reserve, State insurance departments, and NAIC agreed to continue discussions.