

**Meeting Between Staff of the Federal Reserve Board, State Insurance Departments, and
the National Association of Insurance Commissioners
March 23, 2018**

Participants: Thomas Sullivan, Linda Duzick, Matti Peltonen, Jay Muska, Matt Walker, and
Suyash Paliwal (Federal Reserve Board)

Peter Hartt, Gordon Ito, Ted Nickel, Ray Farmer, Katie Wade, Michael
Considine, Eric Cioppa, Andrew Beale, Jeff Johnston, David Altmaier, and Julie
Mix McPeak (State insurance departments)

Dan Daveline, Ned Tyrrell, and Elise Liebers (National Association of Insurance
Commissioners)

Summary: Staff of the Federal Reserve Board 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 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) background to the BBA, including input from commenters and legal considerations; (ii) characteristics of the insurance firms that are envisioned to be subject to the BBA and those to which the GCC is envisioned to be applicable; and (iii) structural elements of the BBA and GCC, including grouping, adjustments, and scaling.

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