Solving for Solvency
The views expressed in this session are those of the presenters and do not necessarily reflect the views or position of the Academy or its boards, councils, or committees, nor do they express the opinions of the presenters’ employers.
Session Presenters:

Jeff Schlinsog, MAAA, FSA – Vice President, Risk Management and Financial Reporting Council

Philip Barlow, MAAA, FSA - Associate Commissioner, Insurance Bureau, District of Columbia

Larry Bruning, MAAA, FSA – Managing Life Actuary, NAIC

Li Cheng, MAAA, FSA – Vice President & Actuary, Prudential Financial

Betsy Ward, MAAA, FSA – Executive Vice President, CFO & Chief Actuary, MassMutual
A Brief History on Solvency Regulation

• Pre-Risk Capital
  – Minimum capital requirements

• Risk-Based Capital
  – RBC introduced in 1993
  – Four levels of oversight
  – Ongoing formula improvements to reflect refinements and learnings
  – Includes own company models for certain components

• Modernized solvency requirement
  – Global focus
  – Qualitative measures (ORSA)
  – Principle-based approaches to reserves and capital
  – Group emphasis
  – Own company models