

Contents

Preface	ix
Acknowledgments	xi
CHAPTER 1	
Modernizing Insurance Regulation: An Overview	1
<i>John H. Biggs and Matthew Richardson</i>	
CHAPTER 2	
Life Insurance's Importance to American Families and Industry's Concern about Regulation	19
<i>Dirk Kempthorne</i>	
CHAPTER 3	
Why Insurance Needs a Federal Regulator Option	25
<i>Roger W. Ferguson Jr.</i>	
CHAPTER 4	
Observations on Insurance Regulation—Uniformity, Efficiency, and Financial Stability	31
<i>Therese M. Vaughan</i>	
CHAPTER 5	
Lessons Learned from AIG for Modernizing Insurance Regulation	43
<i>Eric R. Dinallo</i>	
CHAPTER 6	
Assessing the Vulnerability of the U.S. Life Insurance Industry	61
<i>Anna Paulson, Thanases Plestis, Richard Rosen, Robert McMenamin, and Zain Mohey-Deen</i>	
Appendix 6A: Details on Estimating Asset Risk	78

CHAPTER 7	
Systemic Risk and Regulation of the U.S. Insurance Industry	85
<i>J. David Cummins and Mary A. Weiss</i>	
CHAPTER 8	
Designation and Supervision of Insurance SIFs	137
<i>Scott E. Harrington</i>	
CHAPTER 9	
Is the Insurance Industry Systemically Risky?	151
<i>Viral V. Acharya and Matthew Richardson</i>	
CHAPTER 10	
Modernizing the Safety Net for Insurance Companies	181
<i>John H. Biggs</i>	
CHAPTER 11	
Policyholder Protection in the Wake of the Financial Crisis	207
<i>Peter G. Gallanis</i>	
Appendix 11A: The Critical Role of Prompt Corrective Action	228
Appendix 11B: Table of Relevant Guaranty Association Coverage Levels by State or Jurisdiction	232
CHAPTER 12	
Comparative Regulation of Market Intermediaries: Insights from the Indian Life Insurance Market	241
<i>Santosh Anagol, Shawn Cole, and Shayak Sarkar</i>	
About the Authors	263
Index	271