

ensuring that they are not subject to bank-centric capital standards.

One of the central elements of the Dodd-Frank Act's financial reforms was stronger capital rules for both banks and certain non-bank financial institutions. Two sections of the Dodd-Frank Act expanded Federal Reserve authority to regulate large banks and imposed increased capital requirements—Section 165, which applies to large bank holding companies and to non-bank systemically important financial institutions (SIFIs), and Section 171, which applies minimum capital standards to insured depository institutions, depository institution holding companies, including insurance savings and loan holding companies, and to SIFIs.

We have been disappointed by the Federal Reserve's failure to recognize that they have the authority to implement the Collins amendment as it applies to insurers in a manner that tailors the capital requirements for the insurance business model. We continue to believe that the regulators could solve this problem using their existing authority. Our House bill, H.R. 4510, shows that there is strong bipartisan support for addressing this issue, with 227 of our colleagues cosponsoring the bill. A slightly amended version of our legislation, which we support, passed the Senate with unanimous support in early June, and passed the House as part of a larger package in July of this year. We are pleased that final action on this legislation is imminent, and hope it will be sent to the President before the end of the session.

Our bill (and the Senate version, S. 2270) is narrowly crafted to only address this issue as it relates to federally supervised insurance companies, including SIFIs and insurance savings and loan holding companies. Under the legislation banks will be subject to the full force of the Collins Amendment. That is as it should be, and we will not change that.

To accomplish the goal of directing the Federal Reserve to tailor rules for insurance, our legislation permits the Federal Reserve to create a non-Basel III regime for the insurance operations of supervised entities. The legislation allows the Fed to work with state insurance regulators to develop appropriate insurance-based capital standards for federally supervised insurance companies. Alternatively, the Fed could defer to state insurance regulators for the capital standards that should apply to the insurance activities that they regulate.

The bill clarifies that, in establishing the minimum leverage capital and risk-based capital standards under Section 171, the Federal Reserve Board is not required to include activities or companies that are engaged in the business of insurance and are subject to state insurance regulation, including state insurance capital requirements. Similarly, regulated foreign affiliates or subsidiaries engaged in the business of insurance and subject to foreign insurance regulation and foreign insurance capital requirements that have not been deemed to be inadequate also may be excluded from Section 171 capital standards. It is worth noting that the Government Accountability Office found that the state risk-based capital rules performed well during the financial crisis.

The bill allows the insurance capital requirements that have been effective to continue to determine the capital requirements for the ac-

tivities of insurance companies and groups that are supervised by the Federal Reserve Board. Furthermore, activities of a holding company supervised by the Federal Reserve Board that are not the business of insurance would remain subject to the capital standards under Section 171. In determining insurance versus non-insurance activities of a supervised entity, the legislation provides regulators with the flexibility to tailor the rules for certain affiliates or subsidiaries of insurance companies that are necessary to the business of insurance, including, for example, affiliates or subsidiaries that support insurance company general and separate accounts.

Our legislation defines "business of insurance" by reference to Section 1002 of the Dodd-Frank Act, and under this definition the business of insurance means "the writing of insurance or the reinsuring of risks by an insurer, including all acts necessary to such writing or reinsuring and the activities relating to the writing of insurance or the reinsuring of risks conducted by persons who act as, or are, officers, directors, agents, or employees of insurers or who are other persons authorized to act on behalf of such persons." The reference to this definition of the "business of insurance" will help ensure that insurance activities of federally supervised companies are subject to tailored capital rules, whether those activities are undertaken by the insurance companies themselves or by their affiliates or subsidiaries on their behalf.

We also want to ensure that the Federal Reserve uses its authority to tailor capital rules for insurance operations of entities under its supervision, regardless of the size of the subsidiary insured depository institution. As we have stated, under this legislation and under current law, the Basel banking regime and the Collins Amendment requirements will continue to apply to all insured depository institutions. It would be at odds with sound public policy and the intent of this legislation for the Federal Reserve to impose a Basel banking capital regime on the entire enterprise of an insurer that happens to also own a sizable insured depository institution—the depository institution in that operation will already be subject to banking rules, but the insurance operations should not be.

Another important provision of our legislation addresses the issue of insurance accounting for a small number of non-publicly traded insurance companies. While every publicly traded company in the United States is required by the Federal Securities laws to prepare consolidated financial statements under Generally Accepted Accounting Principles (GAAP), all insurance companies in the United States—whether in mutual or stock form of organization—are required by their state insurance regulators to utilize an accounting method known as Statutory Accounting. Indeed, most mutual insurance companies only use Statutory Accounting in preparing their financial statements.

Statutory Accounting Principles (SAP) are generally more conservative than GAAP because they are specifically designed to promote insurer solvency and the ability to pay claims instead of measuring an insurer's value as a going concern. SAP does not allow a number of non-liquid or intangible assets to be included on an insurer's balance sheet and provides less favorable accounting treatment for certain expenses. In both the text of the

Dodd-Frank Act and its legislative history, Congress recognized the acceptability of SAP for holding companies engaged in insurance activities coming under Federal Reserve jurisdiction. Specifically, Congress (1) directed the Federal Reserve to rely on existing reports and information provided to state and other regulators (which for insurance companies would have been prepared according to SAP); and (2) included Senate report language stating that Federal Reserve assumption of jurisdiction over savings and loan holding companies engaged in the business of insurance did not reflect a mandate to impose GAAP. However, in proposed rulemakings, the Federal Reserve expressed its intention to require all companies to eventually prepare GAAP financial statements—consistent with their existing model for all bank holding companies. Imposing such a mandate on companies using only SAP would cost insurers a substantial amount to take on multi-year financial projects yielding minimal—if any—supervisory benefit to regulators. Additionally, we believe the principle of preserving SAP should apply to any international discussions relating to insurance.

This bill makes clear that under Section 171 of the Dodd-Frank Act and the Home Owners' Loan Act, such a mandate is inappropriate where the holding company is a non-publicly traded insurance company that is only required to prepare and file SAP statements. Nothing in this provision prevents the Federal Reserve from obtaining any information it is otherwise entitled to obtain from a SAP-only insurer.

We and the many other supporters of this bill are pleased that the House is poised to consider a final version of this legislation and look forward to it reaching the President's desk soon. We expect regulators to follow through with appropriate, tailored capital rules for insurers under their supervision.

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HONORING NANCY L. CARRINGTON,  
PRESIDENT/CEO OF CONNECTICUT FOOD BANK ON THE  
OCCASION OF HER RETIREMENT

**HON. ROSA L. DELAUR**  
OF CONNECTICUT

IN THE HOUSE OF REPRESENTATIVES

Thursday, December 11, 2014

Ms. DELAUR. Mr. Speaker, it is with great pride and a bit of a heavy heart that I rise today to join the many family, friends, and colleagues who have gathered to celebrate the retirement of Connecticut Food Bank President and CEO, Nancy L. Carrington. A dear friend and outstanding advocate, Nancy has spent the last three decades at the Connecticut Food Bank and, put simply, the organization will not be the same without her.

Nancy came to the Connecticut Food Bank just two years after it was incorporated. She began her work with the organization as a food solicitor—responsible for seeking the donation of excess and unsalable products from local and regional food companies. When Nancy first came to the Food Bank, the organization was already distributing 1.3 million pounds of food a year to 188 community agencies throughout Connecticut. Just five years after starting at the Connecticut Food Bank, Nancy became the organization's Executive Director; her title later changed to President and CEO.

Over the course of the last three decades, Nancy's leadership has guided the organization as it has grown from a grassroots, volunteer organization into the largest centralized source of donated, emergency food in Connecticut. Today the Connecticut Food Bank serves nearly 700 food-assistance programs in Fairfield, Litchfield, Middlesex, New Haven, New London and Windham counties and distributes an average of 40 tons of food every business day. And, just this past summer, the Connecticut Food Bank broke ground on what will be an 82,251-square-foot building that will be the organization's new home. While her daily presence at the Connecticut Food Bank will be missed, Nancy has certainly built it a strong foundation on which it can continue to succeed in its mission.

Nancy has not only been responsible for the day-to-day operations at the Connecticut Food Bank, but is also one of Connecticut's strongest voices on behalf of the hungry. She has said that "food should not be a privilege . . . it should be a basic human right." Nancy has made it her personal mission to overcome the challenge of feeding the hungry—her work touching the lives of thousands over the years. She has volunteered to deliver groceries to homebound seniors for an emergency food pantry. She served as a founding director of End Hunger Connecticut!, a statewide anti-hunger and food security organization. Nancy also works closely with other food banks in New England and partners with Feeding America, the national network of food banks. There is no stronger or more dedicated advocate.

I would be remiss if I did not take a moment to thank Nancy for her many years of friendship. Nancy and I are kindred spirits in so many ways—both having learned the importance of public service from our parents and both passionate about the need to address hunger in our community and across the nation. She is an inspiration to me and so many others and I am proud to call her my friend. And so I stand today to express my deepest thanks and appreciation to Nancy L. Carrington, for all of her good work and many years of dedicated service to the Connecticut Food Bank and wish her all the best for many more years of health and happiness as she enjoys her retirement.

**TRIBUTE TO THE COHASSET HIGH SCHOOL FOOTBALL TEAM, 2014 MASSACHUSETTS DIVISION VI SUPER BOWL CHAMPIONS**

**HON. STEPHEN F. LYNCH**

OF MASSACHUSETTS

IN THE HOUSE OF REPRESENTATIVES

Thursday, December 11, 2014

Mr. LYNCH. Mr. Speaker, today I rise to honor and congratulate the administration, coaches and players of the Cohasset High School football team. On December 6, 2014, the Skippers won the Massachusetts Interscholastic Athletic Association Division VI Super Bowl, earning them the title, State Champions.

Cohasset High School has a long tradition of excellence in high school football. In 1957, the CHS football team went undefeated with a 9–0 record. CHS has won eight South Shore League championships since then, but 2014 is the school's first state championship.

The 2014 team finished the season this year by winning ten consecutive games, including five hard-fought victories in the MIAA Tournament. This historic playoff run included a 35–3 victory over the previously undefeated Nantucket Whalers, a 28–7 victory over the Mayflower League Champion Bishop Connolly Cougars, a 20–7 victory over the Tri-Valley League Champion Millis Mohawks, a 35–6 victory over the Catholic Conference Champion Cathedral Panthers, and the 35–22 Super Bowl victory over the Littleton Tigers.

Mr. Speaker, the young men on this football team conducted themselves in such a way as to bring honor, pride and recognition to the Town of Cohasset. They represent what is truly best about high school student athletes. Today, it is my honor to join with the families, friends and residents of Cohasset, Massachusetts, to congratulate the Cohasset High School football team on their historic achievement.

Administration: Superintendent Barbara Cataldo, Principal Carolyn Connolly, Athletic Director Ron Ford, Head Coach Pete Afanasiw, Assistant Coaches Kevin Dooley, Jeff Knight, John Maher, Phil Maloney, Brian Pattison, Bob Silvia, Don Silvia, Dave Terry, Pete Umbrianna.

Players: Xander Schubert, Michael Cohen, Danny Durkin, Luke O'Brien, Danny Axelson, Drew Skolnick, Mike Lund, Henry Butenschoen, Adam Benson, Brett Dooley, Nick Hall, Kyle Ferreira, David Burke, Liam Lynch, Cole Sullivan, Connor Curran, Christian Hanke, Patrick Haggerty, Jake Koncious, Noah Froio, Joseph Welman, Zach Silva, Mike Nolan, Nick Slamp, Cole Kissick, Ray Tolosko, Ollie Hanke, Tim Gillis, Sam Sullivan, Chris Norton, Thomas Durkin, Charlie Swartwood, Max Fitzgerald, Sean Mavilla, Jake Johnson, Jack Osten, Matt Froio, Jack Hoffman, Steve Iantosca, Bobby Driscoll, Vincenzo Kulturides, Liam Prescott, Nick Lydon, Derek Bennett, Ryan Losordo, Cal Osten, Jake Bennett, Tyler Mulhern, Victor Najjar, James Hynes, Jack Mahoney, Chris Lydon, Reed Parks, Alex Norton, Hayes Keniley, Nick Tetreault, Will Thomas, Ryan Donovan, Jack Donohue, Jack Speer.

**RECOGNIZING THE NAZARETH ACADEMY FOOTBALL TEAM FOR THEIR STATE CHAMPIONSHIP WIN**

**HON. DANIEL LIPINSKI**

OF ILLINOIS

IN THE HOUSE OF REPRESENTATIVES

Thursday, December 11, 2014

Mr. LIPINSKI. Mr. Speaker, I rise today to honor the Nazareth Academy Roadrunners football team. On November 29th, Nazareth Academy captured their first Class 6A state football championship with a 26–7 victory over Lemont High School in Champaign, IL. I want to congratulate all of the players, coaches, trainers, and parents, and commend them on their hard work and on the dedication they have shown to their team, their school, and their community. I also want to congratulate Coach Tim Racki and the principal of Nazareth Academy, Deborah Tracy, for helping lead these young men to victory.

In the championship game, Nolan Dean rushed for 199 yards and two touchdowns and

Julian Love added another rushing touchdown. Wide receiver Kevin Jackson also had a touchdown catch from quarterback Jonah Beauduy. The defense held Lemont to only one first quarter touchdown and had three interceptions of quarterback Ryan Dawson, two by Matthew Flach. The victory completed an undefeated 14–0 season for the Roadrunners.

With this championship, Tim Racki became the first coach in the state of Illinois to win titles with two different schools, having won four previously as coach of Driscoll Catholic High School.

Mr. Speaker, I ask my colleagues to join me in recognizing the Nazareth Academy Roadrunners football team and to congratulate them on their IHSA Class 6A State Championship. And I wish each player continued success as he moves forward.

**THE HONORABLE CONGRESSMAN STEVE STOCKMAN**

**HON. KERRY L. BENTIVOLIO**

OF MICHIGAN

IN THE HOUSE OF REPRESENTATIVES

Thursday, December 11, 2014

Mr. BENTIVOLIO. Mr. Speaker, now that the 113th Congress is coming to a close, I would like to recognize my good friend and colleague from Texas' 36th District, STEVE STOCKMAN.

STEVE and I actually grew up in the same town and went to the same schools. But, when he reached adulthood, his Texas family roots called him to the Lone Star state so it was only years later, in our nation's capitol, that we should meet as Members of Congress.

Congressman STOCKMAN was first elected to the U.S. House of Representatives from Texas in 1994, defeating a 42-year incumbent in one of the biggest upsets in political history. He was re-elected to Congress on November 6, 2012, with the same vision he'd had in the 90's of limited government, strong support for American families, and a robust national defense.

STEVE has built very effective rapport with colleagues on both sides of the aisle. His sense of humor and jovial approach to interpersonal relations endear him to us all, while we have come to recognize he has broad, but exceptionally deep understanding of many topics. He always has substantive inputs and bills, not only on specific Constitutional guarantees, but on national defense, freedoms and lack thereof in nations around the world.

You often find individuals with social interaction skills, and others with tremendous knowledge and insights. It is rare to find both qualities in a single individual. But, STEVE possesses both.

However, one would never know this about STEVE if they only read the press. That's because STEVE always stands up and speaks the truth, regardless of whether it's politically expedient. Consequently, he's vilified in the press; but Americans who are tired of business-as-usual here in our nation's Capitol applaud him and greatly appreciate Congressman STOCKMAN.

Congressman STOCKMAN has been a fierce defender of Constitutional liberties, and a leader in defending the Second Amendment. He