



FLORIDA STATE  
UNIVERSITY

# Chuck's 5 Minute Pessimistic View of ORSA

Charles Nyce, PhD

Center for Risk Management Education & Research  
Florida State University



# ORSA Confidentiality

- Prevents any comparison:
  - Who is reporting
  - What they are reporting
  - If it is meaningfully different from other reporting requirements



# Is ORSA really necessary?

- SIFI
- Rating Agencies
- MD&A
- SEC Filings (if public)
- Enterprise Risk Report Form F
- ORSA



## Is it realistic to expect:

- New information in ORSA that is not already reported elsewhere
  - If an insurer is not adequately reporting risk in these other reports, why do it here?
  - Is confidentiality enough to spur honesty?
- Insurers to start behaving differently because of ORSA



## Enterprise Risk Report (Form F) vs. ORSA Summary Report

- Both are intended to provide information on material risks to the group/enterprise
- Material risk is defined differently, ORSA intended to provide more on ERM framework
- If Enterprise Risk Report is not adequate, why not just fix that, why add a layer?