

ABSTRACT

This study aims to analyze the influence of board of directors' competencies on compliance risk management in Insurance Brokerage Firms/Perusahaan Pialang Asuransi (PPA). The competencies examined include five key dimensions: relevant and adequate knowledge, understanding of regulations, strategic management capability, experience in non-bank financial institutions and/or other relevant sectors, and possession of insurance broker certification.

The research adopts a quantitative approach through a survey method involving board members of insurance brokerage firms located in Jakarta, Bogor, Depok Tangerang, dan Bekasi (Jabodetabek). Data were collected using questionnaires and analyzed using multiple linear regression.

The results indicate that, simultaneously, board competencies significantly affect compliance risk management. Partially, several competency dimensions show a significant positive influence on the effectiveness of managing compliance risks. These findings emphasize the importance of strengthening directors' competencies to reduce regulatory violations and penalties, and to support the effective implementation of risk management within the insurance brokerage sector.

Keywords: *board competency, compliance risk, insurance brokerage firms, risk management, financial regulation.*

