

Draft: 8/3/21

Blanks (E) Working Group  
Virtual Meeting  
July 22, 2021

The Blanks (E) Working Group of the Accounting Practices and Procedures (E) Task Force met July 22, 2021. The following Working Group members participated: Jake Garn, Chair (UT); Kim Hudson, Vice Chair (CA); William Arfanis (CT); N. Kevin Brown (DC); Carolyn Morgan (FL); Daniel Mathis (IA); Roy Eft (IN); Dan Schaefer (MI); Lindsay Crawford (NE); Patricia Gosselin (NH); Mariam Awad and Nakia Reid (NJ); Diane Carter (OK); Melissa Greiner and Kimberly Rankin (PA); Trey Hancock (TN); Shawn Frederick (TX); Steve Drutz (WA); Randy Milquet (WI); and Jamie Taylor (WV). Also participating: Phil Vigliaturo (MN).

1. Adopted its May 26 Minutes

Mr. Garn said the Blanks (E) Working Group met May 26 and took the following action: 1) adopted eight blanks proposals: a) 2021-01BWG, add reference to health care receivables line in the Asset page; b) 2021-02BWG, add questions to the General Interrogatories, Part 1 regarding depository institution holding companies as it pertains to the group capital calculation (GCC); c) 2021-03BWG, add category lines to the Separate Accounts General Interrogatories for additional granularity; d) 2021-04BWG, add a General Interrogatory to identify insurers that use third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days; e) 2021-05BWG, modify Note 17B(4) to reflect changes made by the Statutory Accounting Principles (E) Working Group reference number SAPWG 2021-03 regarding transferred assets; f) 2021-06BWG, add crosschecks to the long-term care (LTC) reporting forms to gain consistency; g) 2021-07BWG, add additional line categories to capture collateral type data for all residential mortgage-backed securities (RMBS), commercial mortgage-backed securities (CMBS), and loan-backed and structured securities (LBSS) securities regardless of reporting category; and h) 2021-08BWG, add a new supplement Mortgage Guaranty insurance Exhibit to capture more information from mortgage guaranty insurers; 2) adopted its editorial listing; and 3) exposed five proposals for public comment.

Mr. Eft made a motion, seconded by Ms. Reid, to adopt the Working Group's May 26 minutes (Attachment Two-A). The motion passed unanimously.

2. Adopted Proposals Previously Exposed

a. Agenda Item 2021-10BWG – Effective Jan.1, 2022

Mr. Hudson stated that this proposal removes language in the quarterly General Interrogatories Part 1, line 4.1 that requires the filing of a quarterly merger/history form. Proposal 2017-21BWG added language to the General Interrogatories to require filing a merger/history form for annual and quarterly statements. The annual form works as intended. It is used for Insurance Regulatory Information System (IRIS) calculations, as well as validations. He stated that the quarterly form does not function with the database system as currently designed. Therefore, the requirement to file quarterly should be removed. The annual form will still be required. There were no interested party comments received for this proposal.

Mr. Hudson made a motion, seconded by Mr. Drutz, to adopt the proposal. The motion passed unanimously (Attachment Two-B).

3. Deferred Proposals Previously Exposed

a. Agenda Item 2021-11BWG

Birny Birnbaum (Center for Economic Justice—CEJ) stated that this proposal adds the data capture elements of direct written exposures and direct earned exposures for the personal lines of business of homeowners and private passenger auto (PPA) to the annual and quarterly statements for the Property and Casualty blank. He stated that this proposal was discussed during a meeting of the Casualty Actuarial and Statistical (C) Task Force. The Task Force asked for a revision to line 4 of the annual statement instructions for homeowners to exclude renters, condominiums and co-ops.

Tip Tipton (Thrivent Financial) stated that interested parties recommend that this proposal be rejected and returned to the Casualty Actuarial and Statistical (C) Task Force because this is statistical data and inconsistent with the responsibilities of the

Blanks (E) Working Group. He stated that there are two distinct processes being referenced. One is the reporting of financial data for solvency that is located in the annual and quarterly statement filings. The other is statistical data found in the various statistical reports. He stated that interested parties are concerned with incorporating statistical data into the annual statement filing and potentially opening a Pandora's box for more such statistical data. He stated that the Casualty Actuarial and Statistical (C) Task Force's vote of nine to 17 for rejection of the proposal suggests that some state insurance regulators do not see the need for this data within the annual statement. Mr. Tipton stated that interested parties support the Task Force request to determine the reason the statistical report takes two years to accumulate the information and release.

Rachel Underwood (Cincinnati Insurance Companies) stated that it was suggested that this proposal was aimed at getting average premium per exposure for the Casualty Actuarial and Statistical (C) Task Force reports quicker. She stated that, however, the proposal asks for company-level detail and new statistical data that is not found in those reports today. The current reports contain narrative content regarding things such as data sources, limitations, and exclusion of data factors that affect the cost of insurance. She stated that it is unreasonable to think that all the pertinent and relevant data from these two reports should or could be incorporated into the annual statement. Ms. Underwood stated that companies do not have the written exposure counts readily available. The fastest growing personal automobile insurer does not provide exposure counts on a monthly basis, which she states is proprietary information. She stated that there are also issues related to the COVID-19 pandemic where companies gave relief payments. Some states had moratoriums on lapses due to nonpayment of premium.

Derek Freihaut (Pinnacle Actuarial Resources) stated that there should be a clear definition of "exposure." Comparisons may not be accurate when looking at average premiums related to the various mixes of exposures over time and comparing against different companies. Another concern he expressed is that this is statistical data, which can be difficult to pull over to the financial data and have a true comparison. He suggests that there be additional work performed to develop clear specifications on the data request and better definitions to minimize distortions. If the proposal did move forward, he suggests it be considered for a 2023 annual implementation.

Mr. Vigliaturo, chair of the Casualty Actuarial and Statistical (C) Task Force, stated that the problem is that this information is based on rate service organizations. With that, there are significant delays in obtaining the information and compiling it for the reports. There are at least four organizations to which companies report this data. With the way things are done currently, it is unrealistic to accelerate the production of these reports.

Mr. Birnbaum stated that the information is typically delayed when comparing premiums and losses in that the losses develop over a period of time. He stated that the information does not come from only statistical agents but from several states as well. He stated that there are delays for the time needed to compile the data. Mr. Birnbaum stated that the request for this data is not for rate making but for financial and market analysis purposes. The annual statement is the best mechanism for collecting this type of data. The Casualty Actuarial and Statistical (C) Task Force does not have the same mechanism to collect this data. He stated that he does not agree with the claims that the data would be misleading as it is just the data elements. It would be whatever analysis the user performs that could potentially be misleading.

Jonathan Rodgers (National Association of Mutual Insurance Companies—NAMIC) stated that there is a question as to whether there is a regulatory need for this information and how it will be used for solvency monitoring. He indicated that this proposal should be rejected as state insurance regulators are currently able to obtain this information from statistical agents and within Schedule P of the annual statement filing. He agreed, however, with the re-exposure and referral to the financial analysis groups if this proposal does move forward.

Mr. Hudson made a motion, seconded by Mr. Mathis, to adopt the modifications to the proposal. The motion passed unanimously. Mr. Hudson made a motion, seconded by Mr. Drutz, to re-expose the modified proposal for a 90-day public comment period ending Oct. 22, send a copy of the proposal to the Casualty Actuarial and Statistical (C) Task Force for review, and send a referral to the Financial Analysis (E) Working Group and Financial Analysis Solvency Tools (E) Working Group for comment. The motion passed unanimously.

b. Agenda Item 2021-12BWG

Mr. Garn stated that this proposal modifies lines on the Analysis of Operations by Lines of Business - Accident and Health for Life/Fraternal to capture health-specific data consistent with that of the health blank Analysis of Operations by Lines of Business, as well as adding crosschecks for the new lines. The change allows for more consistent information to be collected with that of the Health blank. He stated that there are some modifications to the proposal that were suggested, as well as a request for more time to review and provide additional comments.

Mr. Hudson made a motion, seconded by Mr. Drutz, to adopt the modifications to the proposal. The motion passed unanimously. Mr. Drutz made a motion, seconded by Mr. Hudson, to defer the modified proposal for a 90-day comment period ending Oct. 22. The motion passed unanimously.

c. Agenda Item 2021-13BWG

Ms. Gosselin stated that this proposal adds a new supplement to capture premium and loss data for annual statement lines 17.1, 17.2 and 17.3 of the Exhibit of Premiums and Losses (State Page) – Other Liability to add more granular lines of business. The purpose is to provide state insurance regulators with greater detail of business reported in the aggregate “other liability” category. She stated that the Casualty Actuarial and Statistical (C) Task Force reviewed this proposal and indicated that it is in favor of the proposal with or without modification. The Casualty Actuarial and Statistical (C) Task Force suggested one modification to change the incurred but not reported (IBNR) to “case reserves” because the IBNR is likely not available at this level of detail. There were four interested party comments related to the proposal, as well as a request by interested parties to have more time to review the proposal and provide additional comments.

Ms. Gosselin made a motion, seconded by Mr. Hudson, to adopt the modifications to the proposal, including the Casualty Actuarial and Statistical (C) Task Force request to change IBNR to “case reserves.” The motion passed unanimously. Ms. Gosselin made a motion, seconded by Mr. Milquet, to defer the modified proposal for a 90-day comment period ending Oct. 22. The motion passed unanimously.

d. Agenda Item 2021-14BWG

Mr. Frederick stated that this proposal expands the number of lines of business reported on Schedule H to match the lines of business reported on the Health Statement. The purpose of the proposal is to bring uniformity in the accident and health (A&H) lines of business used on Schedule H with other schedules and exhibits in the annual statement. Interested parties provided comments asking for additional time to consider the impacts to the Life/Fraternal blank and Property/Casualty blank. He stated that with the effective date of annual 2022, there is time to defer for further consideration if the state insurance regulators want to allow. Mr. Frederick stated that there are minor modifications to the proposal.

Mr. Frederick made a motion, seconded by Mr. Hudson, to adopt the modifications to the proposal. The motion passed unanimously. Mr. Frederick made a motion, seconded by Mr. Eft, to defer the modified proposal for a 90-day comment period ending Oct. 22. The motion passed unanimously.

4. Adopted the Editorial Listing

Mr. Garn stated that there has been a request to make some additional editorial changes related to the Mortgage Guaranty Supplement. Andy Daleo (NAIC) stated that there are three clarifying modifications needed to the Mortgage Guaranty Supplement that the Working Group adopted during its May 26 meeting, proposal 2021-08BWG. He stated that the changes are clarifying in nature for the users. The proposed editorial changes consist of: 1) removing the word “Total” from column 23, which reads “Total net adjusting and other expenses unpaid.” The true “Total” column is column 24 of Part 1A and Part 1B of the exhibit; 2) change the column 32 heading in Part 1A and Part 1B from “Net Loss and LAE Coverage” to “Net Loss and LAE as a % of Original Risk in Force” to clarify the intended reporting; and 3) remove column 33 “Net Reserves” in Part 1A and Part 1B as it requests duplicative information of that shown in column 24 “Total net losses and LAE unpaid.”

Mr. Hudson made a motion, seconded by Ms. Taylor, to adopt the editorial listing, including the additional changes to the Mortgage Guaranty Supplement requested (Attachment Two-C). The motion passed unanimously.

5. Adopted Health Actuarial Statement of Opinion Guidance for the 2021 Reporting Year

Mr. Eft made a motion, seconded by Mr. Hudson, to adopt the Health Actuarial Statement of Opinion guidance for year-end 2021 reporting and approve the posting to the Blanks (E) Working Group website (Attachment Two-D). The motion passed unanimously.

Having no further business, the Blanks (E) Working Group adjourned.

w:\national meetings\2021\summer\tf\app\blankswg\minutes\att two\_7.22.2021 blanks.docx

Draft: 6/8/21

Blanks (E) Working Group  
Virtual Meeting  
May 26, 2021

The Blanks (E) Working Group of the Accounting Practices and Procedures (E) Task Force met May 26, 2021. The following Working Group members participated: Jake Garn, Chair (UT); Kim Hudson, Vice Chair (CA); William Arfanis (CT); N. Kevin Brown (DC); Tom Hudson (DE); Virginia Christy (FL); Kevin Clark (IA); Roy Eft (IN); Dan Schaefer (MI); Debbie Doggett (MO); Lindsay Crawford (NE); Patricia Gosselin (NH); Mariam Awad (NJ); Dale Bruggeman and Tracy Snow (OH); Diane Carter (OK); Greg Lathrop (OR); Melissa Greiner and Kimberly Rankin (PA); Trey Hancock (TN); Steve Drutz (WA); Randy Milquet (WI); and Jamie Taylor (WV). Also participating were: Phil Vigliaturo (MN); and Jaakob Sundberg (UT).

1. Adopted its March 16 Minutes

The Working Group met March 16 and took the following action: 1) adopted seven proposals: a) 2020-32BWG, adding a health care receivables supplement to the life/fraternal blank; b) 2020-33BWG, gaining consistency in the annual statement line references; c) 2020-34BWG, adding definitions for consistency with the Property Uniform Product Matrix; d) 2020-35BWG, expanding the line characters in the investment schedules; e) 2020-36BWG, modifying general investment instructions and Schedule DB instructions for publicly traded stock warrant treatment; f) 2020-37BWG, adding a Schedule Y, Part 3 for reporting ownership with greater than 10% capturing the ultimate controlling parties of those owners and other entities that the ultimate controlling party controls; and g) 2020-38BWG, modifying the Accident and Health Policy Experience, including the addition of reinsurance columns, direct premiums written, and net incurred claims; 2) exposed five new proposals with a comment deadline of April 27; 3) adopted its Dec. 16, 2020, minutes; and 4) adopted its editorial listing.

Mr. Hudson made a motion, seconded by Mr. Lathrop, to adopt the Working Group's March 16 minutes (*See NAIC Proceedings – Spring 2021 – Accounting Practices and Procedures (E) Task Force, Attachment Two*). The motion passed unanimously.

2. Adopted Proposals Previously Exposed

a. Agenda Item 2021-01BWG – Effective Dec. 31, 2021

Mr. Drutz stated that this proposal adds reference to health care receivables to Line 24 – Health Care and Other Amounts Receivable on the Asset Page, changes the description of Line 0699999 to read Other Health Care Receivables on Exhibit 3, and modifies column headers for Exhibit 3A. There were some changes suggested by interested parties that were made to the proposal as modifications. Interested parties also suggested moving the Health Care Receivables instructions paragraph on page 3 of the portable document format (PDF) to the beginning of the "Include" section to be more in alignment with the description of Line 24 – Health Care and Other Amounts Receivable. Mr. Drutz stated that NAIC staff did not make that change, as the line also references "other amounts receivable."

Mr. Drutz made a motion, seconded by Mr. Hudson, to adopt the modifications to the proposal. The motion passed unanimously. Mr. Drutz made a motion, seconded by Mr. Eft, to adopt the modified proposal (Attachment Two-A1). The motion passed unanimously.

b. Agenda Item 2021-02BWG – Effective Dec. 31, 2021

Mr. Garn stated that this proposal adds questions to the General Interrogatories, Part 1 regarding depository institution holding companies as it pertains to the group capital calculation (GCC). Additionally, the proposal modifies the terminology in the first two questions for consistency with the new questions, considering that many insurers that are part of a depository institution holding company are savings and loan holding companies, which is picked up with the broader terminology compared to the more specific term of bank holding company. There were some minor changes suggested by interested parties, which were fixed in the modifications.

Mr. Hudson made a motion, seconded by Mr. Drutz, to adopt the modifications to the proposal. The motion passed unanimously. Mr. Hudson made a motion, seconded by Mr. Eft, to adopt the modified proposal (Attachment Two-A2). The motion passed unanimously.

c. Agenda Item 2021-03BWG – Effective Dec. 31, 2021

Mr. Bruggeman stated that this agenda item is in response to Statutory Accounting Principles (E) Working Group agenda items #2020-37 and #2020-38, adopted by the Working Group on May 20, regarding pension risk transfer transactions (PRTs) and registered index-linked annuity products (RILAs). These pose some potential risks to the general account. The revisions increase the reporting granularity in the Separate Accounts General Interrogatories, specifically for Interrogatory Questions 1.01, 1.01A, 2.5 and 4.2. Mr. Bruggeman stated that this blanks proposal adds separate and distinct reporting product identifiers for RILAs and PRTs. The instructions to the general interrogatories have been slightly modified to require a disaggregated product identifier for each product represented. Mr. Bruggeman stated that aggregation in reporting can still occur if the products are under the same product filing or policy form; however, to the extent that they are not, it would require disaggregated reporting.

Mr. Bruggeman stated that there are a couple of additional notes: 1) the distinct product identifier requirements have been a long-standing instruction; however, most reporting entities have been grouping or aggregating reporting. This instruction change simply requires further detailed reporting; 2) the blanks proposal also includes instructions so that a company may eliminate proprietary or confidential information, but still require a unique reporting product identifier. This change will be effective for annual 2021 reporting. Mr. Bruggeman stated that no comments were received on this item.

Mr. Bruggeman made a motion, seconded by Ms. Gosselin, to adopt the proposal (Attachment Two-A3). The motion passed unanimously.

d. Agenda Item 2021-04BWG – Effective Dec. 31, 2021

Mr. Bruggeman stated that this blanks proposal is related to Statutory Accounting Principles (E) Working Group agenda item #2019-24, which was adopted by the Working Group in March 2021, regarding levelized commission guidance in *Statement of Statutory Accounting Principles (SSAP) No. 71—Policy Acquisition Costs and Commissions*. This proposal was in response to state insurance regulators wanting a more readily available method to identify situations where an insurer utilized a third party to pay commission obligations. The general interrogatory has been written in such a way to not require disclosure if the amounts are settled in full within 90 days, to scope out situations where an insurer uses a third party for typical accounts payable processing. This change will be effective for annual 2021 reporting. Mr. Bruggeman stated that interested parties had minor editorial changes, specifically regarding reference numbers for PDF printing. The proposed edits have been made by NAIC staff.

Mr. Bruggeman made a motion, seconded by Mr. Eft, to adopt the proposal with the friendly amendments (Attachment Two-A4). The motion passed unanimously.

e. Agenda Item 2021-05BWG – Effective Dec. 31, 2021

Mr. Bruggeman stated that this blanks proposal is related to Statutory Accounting Principles (E) Working Group agenda item #2021-03, which was derived from the ongoing *SSAP No. 43R—Loan-Backed and Structured Securities* project. This blanks proposal is primarily to data capture certain existing PDF disclosures required in *SSAP No. 103R—Transfers and Servicing of Financial Assets and Extinguishments of Liabilities*, specifically when a reporting entity has entered into a securitization, asset-backed financing or other similar transfer where a significant economic interest in the transferred asset is retained by the reporting entity.

Mr. Bruggeman stated that the agenda item and its corresponding blanks proposal underwent considerable revisions through collaborative efforts with state insurance regulators, NAIC staff, and interested parties. As a result of these efforts, the Statutory Accounting Principles (E) Working Group exposed an updated agenda item on April 20, which can be seen on the Working Group's web page. This change will be effective for annual 2021 and quarterly 2022 reporting. Mr. Bruggeman stated that there are two minor edits identified during the comment period, which have been made by blanks support staff.

Mr. Bruggeman made a motion, seconded by Ms. Doggett, to adopt the modifications to the proposal. The motion passed unanimously. Mr. Bruggeman made a motion, seconded by Ms. Doggett, to adopt the modified proposal (Attachment Two-A5). The motion passed unanimously.

f. Agenda Item 2021-06BWG – Effective Dec. 31, 2021

Mr. Hudson stated that this proposal adds validations to check the consistency between the long-term care (LTC) Form 5 and Form 1 for Columns 2, 3, 4, 6 and 7 of Form 5. There were no interested party comments.

Mr. Hudson made a motion, seconded by Mr. Lathrop, to adopt the proposal (Attachment Two-A6). The motion passed unanimously.

g. Agenda Item 2021-07BWG – Effective Dec. 31, 2021

Mr. Bruggeman stated that this blanks agenda item adds additional line categories to the instruction for Column 26 – Collateral Type on Schedule D, Part 1 to capture collateral type data for all residential mortgage-backed securities (RMBS), commercial mortgage-backed securities (CMBS), and loan-backed and structured securities (LBSS) regardless of reporting category. This change will be effective for annual 2021 reporting. Mr. Bruggeman stated that there were no comments received on this item.

Mr. Bruggeman made a motion, seconded by Ms. Greiner, to adopt the proposal (Attachment Two-A7). The motion passed unanimously.

h. Agenda Item 2021-08BWG – Effective Dec. 31, 2021

Kevin Conley (NC), chair of the Mortgage Guaranty Insurance (E) Working Group, stated that this proposal adds a new supplement as the Mortgage Guaranty Insurance Exhibit. This supplement is intended to capture more detailed information from mortgage guaranty insurers, of which there are six in the U.S. The proposed supplement will be primarily used by the domestic regulators of mortgage guaranty insurers. Currently, there is limited data captured on mortgage guaranty insurance within the financial statement. The proposed supplement will provide the means for the state insurance regulators to assess the capital level of the insurer and their overall financial solvency. Mr. Conley stated that this proposal was exposed by the Working Group, and several comments were received by interested parties during the comment period. Those changes have been made and highlighted in the proposal as modifications. There are some minor corrections to be added as a friendly amendment: 1) correct the column reference on the page 6 instructions for Part 1A column 26; 2) the instruction for column 26 should read “Should equal Part 2F, Column 10” not column 9; 3) for the blank, Part 1B, column 25 – Number of delinquencies (direct) should be XXX’d for all lines, as pool business is not reported in Part 2F and would not report in these lines for 1B of this exhibit; 4) for the Part 1 Summary, Parts 1A and 1B, add clarifying instructions indicating that “Number of Claims Closed with Payment (Direct)” should be reported “per claim” and not “per claimant”; and 5) add a question in the Supplemental Exhibits and Schedules Interrogatories for this supplement to appear as the last item under the optional April filings.

Mr. Hudson made a motion, seconded by Mr. Milquet, to adopt the modifications to the proposal, including the friendly amendments. The motion passed unanimously. Mr. Hudson made a motion, seconded by Mr. Milquet, to adopt the modified proposal (Attachment Two-A8). The motion passed unanimously.

i. Agenda Item 2021-09BWG

Mr. Garn stated that this proposal adds instructions to Annual Health Statement Blank, Actuarial Opinion, modifying sections 4 (Identification section), section 5 (Scope section), and section 7 (Opinion section). However, some of the aspects of this proposal are still under discussion, so it has been suggested that this proposal be withdrawn and resubmitted once discussions are complete. Mr. Sundberg, co-vice chair of the Health Actuarial (B) Task Force, stated that the Task Force would like to defer the issue until the next annual 2022 filing. He stated that there are clarifications needed to match up the definitions for actuarial assets in the Actuarial Opinion with those of the actuarial standards of practice (ASOPs) definitions. He stated that the Task Force will codify the new language in a proposal for annual 2022. Mr. Hudson stated that since the effective date will be annual 2022, it makes more sense to withdraw this proposal and submit a new proposal when the issue is finalized.

3. Exposed New Items

a. Agenda Item 2021-10BWG

Mr. Hudson stated that this proposal removes language in quarterly General Interrogatories Part 1, line 4.1 that requires filing of a quarterly merger/history form. The annual form will still be required. Amendment proposal 2017-21BWG added language to the General Interrogatories to require the filing of a merger/history form for annual and quarterly statements. The annual

form works as intended. It is used for Insurance Regulatory Information System (IRIS) calculations, as well as validations. The quarterly form does not function with the electronic database system as currently designed. Therefore, this proposal is requesting that the requirement to file quarterly be removed.

Hearing no objection from the Working Group, the proposal was exposed for a six-week public comment period ending June 25.

b. Agenda Item 2021-11BWG

Birny Birnbaum (Center for Economic Justice—CEJ) stated that this proposal adds the data capture elements of direct written exposures and direct earned exposures for select personal lines of business, including private flood, homeowners, and private passenger auto (PPA) to the annual and quarterly statements for the Property and Casualty blank. He stated that the state pages of the annual statement and Part 1 and Part 2 of the quarterly statement show earned and written premium by line of business. These data elements allow the state analysts to review changes in premium by line of business from one period to the next and for longer periods of time. By adding written and earned exposures, financial and market analysts will be able to calculate and analyze changes in the number of exposures and the changes in average premium per exposure. Mr. Birnbaum stated that this is useful, not just to better understand changes in premium volume (e.g., is the change a result of increased exposure or higher rates) but also to examine changes in average premium over time. Average premium per policy and exposure is an important metric for state insurance regulators.

Mr. Birnbaum stated that the NAIC publishes two annual reports using these values; i.e., one for PPA and one for residential property insurance. The problem is that these reports are published three years after the beginning of the experience year and two years after the end of the experience year. While these reports contain other valuable data elements than average premium, the premium numbers are not useful because they are so old. The proposal being presented will allow state insurance regulators and interested parties the time to calculate the average premium value for personal lines by state within a few months of the end of the experience year and calculate on a country wide basis using the quarterly data just a few months after the experience quarter.

Mr. Birnbaum stated that the proposal adds a new annual statement supplement to the property/casualty (P/C) annual statement to capture “Direct Exposures Written” and “Direct Exposures Earned.” It adds one column to P/C quarterly statement Part 1 for “Direct Exposures Earned.” It adds one column to P/C quarterly statement Part 2 for “Direct Exposures Written.”

Ralph Blanchard (Travelers) stated that there are concerns with this proposal, and the Casualty Actuarial and Statistical (C) Task Force should provide some feedback on this issue. He stated that private flood is more than just residences; it is also commercial business. He stated that the proposal, as it is currently drafted, needs some changes. The calculation that is described is not an easy task to complete. There are multi-car policies, cars routinely added and removed from policies, as well as mid-term cancellations. The calculation would be a stretch to get a program and utilize it by first quarter 2022. Mr. Blanchard stated that it would be difficult to calculate homeowners accurately, as it includes renters, condos, starter homes and mansions. To add up all of these, makes it questionable as to what information would be reported. Mr. Blanchard suggested that with the calculation and the system programming that would be needed, it would be deferred for implementation until annual 2023 with limitation.

Mr. Birnbaum stated that private flood may be included in commercial, but the identification of the property for the private flood is fairly straight forward. There is still a property to be insured. Mr. Birnbaum stated that the calculation should not be that difficult, as companies do something similar for rating on a routine basis. He stated that he would be happy to work with interested parties to address any issues or concerns.

Tip Tipton (Thrivent Financial) stated that he supports exposure and a concurrent referral to the Casualty Actuarial and Statistical (C) Task Force.

Mr. Vigliaturo, chair of the Casualty Actuarial and Statistical (C) Task Force, stated that the information obtained in this supplement would be of value to the Task Force. It would replace or be an improvement of the information currently published in the dwelling, fire and auto database. The Task Force will receive the referral and provide comment.

Hearing no objection from the Working Group, the proposal was exposed for a six-week public comment period ending June 25.

c. Agenda Item 2021-12BWG

Mr. Drutz stated that this proposal adds and deletes lines on the Analysis of Operations by Lines of Business – Accident and Health for Life\Fraternal to capture health specific data captured in the Heath Analysis of Operations by Lines of Business but not in the Life\Fraternal Analysis of Operations page. It also adds new crosschecks for the new lines, as well as crosschecks added to the Analysis of Operations by Lines of Business – Summary to map the lines on the accident and health page to the summary.

Hearing no objection from the Working Group, the proposal was exposed for a six-week public comment period ending June 25.

d. Agenda Item 2021-13BWG

Ms. Gosselin stated that this proposal adds a new supplement to capture premium and loss data in the Annual Statement Exhibit of Premiums and Losses (State Page) – Other Liability by more granular lines of business. The purpose of this proposal is to provide state insurance regulators with greater detail of the premium and losses of the diverse lines of business reported on Annual Statement Line 17 of the Exhibit of Premiums and Losses (State Page).

Mr. Blanchard stated that this proposal should be referred to the Casualty Actuarial and Statistical (C) Task Force to review the issue of incurred but not reported (IBNR) reserves. IBNR reserves are calculated by actuaries and aggregated. Mr. Blanchard stated that if one other liability line is broken out into 29 separate pieces, the IBNR reserves number loses reliability and meaning. The other issue is that the breakout may not currently be available in companies' systems. Mr. Vigliaturo, chair of the Task Force, stated that Mr. Blanchard had alerted him to the possibility of a referral of this proposal. He stated that while there is an interest in receiving the additional data referenced in proposal 2021-11BWG, with this proposal, the Task Force does not have any reports that it produces using other liability data. He stated that he does not believe the Task Force would be opposed to this proposed change, but it also has no immediate interest in this data. He stated that at the initial review, he did not see the need for the Task Force to be involved, but he would not object to the Task Force receiving the referral to review the proposal and provide comment.

Hearing no objection from the Working Group, the proposal was exposed for a six-week public comment period ending June 25.

e. Agenda Item 2021-14BWG

Mr. Garn stated that this proposal expands the number of lines of business reported on Schedule H to match the lines of business reported on the Health Statement. It modifies the instructions to be uniform between life/fraternal and property. The purpose of the proposal is to bring uniformity in the accident and health lines of business used on Schedule H with other schedules and exhibits in the annual statement.

Hearing no objection from the Working Group, the proposal was exposed for a six-week public comment period ending June 25.

4. Adopted the Editorial Listing

Mr. Hudson made a motion, seconded by Mr. Drutz, to adopt the editorial listing (Attachment Two-A9). The motion passed unanimously.

Having no further business, the Blanks (E) Working Group adjourned.

w:\national meetings\2021\summer\tf\app\blankswg\minutes\att two-a\_05 26 2021 blanks.docx



## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>12/18/2020</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Health Risk-Based Capital (E) Working Group</u></p> <p><b>TITLE:</b> <u>Steve Drutz, Chair</u></p> <p><b>AFFILIATION:</b> _____</p> <p><b>ADDRESS:</b> _____</p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-01BWG MOD</u></p> <p>Year <u>2021</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
--	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |   |  |   |
|---|--|---|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT                  | <input checked="" type="checkbox"/> [ X ] INSTRUCTIONS | <input type="checkbox"/> [ ] CROSSCHECKS        |
| <input checked="" type="checkbox"/> [ X ] QUARTERLY STATEMENT               | <input checked="" type="checkbox"/> [ X ] BLANK        |   |
| <input checked="" type="checkbox"/> [ X ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts         | <input checked="" type="checkbox"/> [ X ] Title |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell            | <input type="checkbox"/> [ ] Other _____        |
| <input checked="" type="checkbox"/> [ X ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement)  |   |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Add reference to health care receivables to Line 24 – Health Care and Other Amounts Receivable on the Asset Page, change description of Line 0699999 to read Other Health Care Receivables on Exhibit 3 and modify column headers for Exhibit 3A.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

The purpose of the proposal is to add clarifying language to Exhibit 3, Exhibit 3A and Assets page for health care receivables.

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

Updates to the Health Care Receivable Guidance would be needed to the headers of Exhibit 3A if the proposal is adopted.

**\*\* This section must be completed on all forms.**

**Revised 7/18/2018**

**ANNUAL STATEMENT INSTRUCTIONS – HEALTH AND LIFE\FRATERNAL (HEALTH CARE RECEIVABLES SUPPLEMENT)**

**EXHIBIT 3 – HEALTH CARE RECEIVABLES**

Individually list the greater of any account balances greater than \$10,000 or those that are 10% of gross health care receivables. Use Lines 0100001 through 0699996, as needed. Report gross amounts for insured plans although these amounts may be offset against corresponding liabilities on the balance sheet. Report the aggregate of amounts not individually listed on Lines 0199998 through 0699998. The subtotal and grand total amounts should be reported on the following lines:

<u>Category</u>	<u>Line Number</u>
Pharmaceutical Rebate Receivables.....	0199999
Claim Overpayment Receivables.....	0299999
Loans and Advances to Providers .....	0399999
Capitation Arrangement Receivables.....	0499999
Risk sharing Receivables .....	0599999
Other <u>Health Care</u> Receivables .....	0699999
Gross Health Care Receivables.....	0799999

Column 7      –      Admitted

Total line should equal the inset amount on Line 24 of the Asset Page.

ANNUAL & QUARTERLY STATEMENT INSTRUCTIONS – LIFE\FRATERNAL, HEALTH, PROPERTY AND TITLE

ASSETS



**Detail Eliminated to Conserve Space**

Line 24 – Health Care and Other Amounts Receivable

Include: Bills Receivable – Report any unsecured amounts due from outside sources or receivables secured by assets that do not qualify as investments.

Amounts due resulting from advances to agents or brokers – Refer to *SSAP No. 6—Uncollected Premium Balances, Bills Receivable for Premiums, and Amounts Due From Agents and Brokers* for accounting guidance.

Health Care Receivables – Include pharmaceutical rebate receivables, claim overpayment receivables, loans and advances to providers, capitation arrangement receivables, ~~and~~ risk sharing receivables and other health care receivables from affiliated and non-affiliated entities. Refer to *SSAP No. 84—Health Care and Government Insured Plan Receivables* for accounting guidance.

Other amounts receivable that originate from the government under government insured plans, including **undisputed** amounts over 90 days due that qualify as accident and health contracts are admitted assets. Refer to *SSAP No. 84—Health Care and Government Insured Plans Receivables* and *SSAP No. 50—Classifications of Insurance or Managed Care Contracts* for accounting guidance.

Exclude: Pharmaceutical rebates relating to uninsured plans that represent an administrative fee and that are retained by the reporting entity and earned in excess of the amounts to be remitted to the uninsured plan. These amounts should be reported on Line 17.

Premiums receivable for government insured plans reported on Lines 15.1, 15.2 or 15.3.



**Detail Eliminated to Conserve Space**

**ANNUAL STATEMENT BLANK – HEALTH AND LIFE\FRATERNAL (HEALTH CARE RECEIVABLES SUPPLEMENT)**

**EXHIBIT 3A – ANALYSIS OF HEALTH CARE RECEIVABLES COLLECTED AND ACCRUED**

Type of Health Care Receivable	Health Care Receivables Collected or Offset During the Year		Health Care Receivables Accrued as of December 31 of Current Year		5	6
	1 On Amounts Accrued Prior to January 1 of Current Year	2 On Amounts Accrued During the Year	3 On Amounts Accrued December 31 of Prior Year	4 On Amounts Accrued During the Year	Health Care Receivables <del>in</del> from Prior Years (Cols. 1 + 3)	Estimated Health Care Receivables Accrued as of December 31 of Prior Year
1. Pharmaceutical rebate receivables .....	.....	.....	.....	.....	.....	.....
2. Claim overpayment receivables .....	.....	.....	.....	.....	.....	.....
3. Loans and advances to providers .....	.....	.....	.....	.....	.....	.....
4. Capitation arrangement receivables .....	.....	.....	.....	.....	.....	.....
5. Risk sharing receivables .....	.....	.....	.....	.....	.....	.....
6. Other health care receivables .....	.....	.....	.....	.....	.....	.....
7. Totals (Lines 1 through 6)	.....	.....	.....	.....	.....	.....

Note that the accrued amounts in Columns 3, 4 and 6 are the total health care receivables, not just the admitted portion.

W:\QA\BlanksProposals\2021-01BWG\_Modified.doc

## AIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>01/28/2020</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Dan Daveline</u></p> <p><b>TITLE:</b> _____</p> <p><b>AFFILIATION:</b> <u>Staff Support Group Capital Calculation (E) Working Group</u></p> <p><b>ADDRESS:</b> _____</p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-02BWG MOD</u></p> <p>Year <u>2021</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input type="checkbox"/> [ ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
--	--

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |   |   |   |
|---|---|---|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT                  | <input type="checkbox"/> [ ] INSTRUCTIONS             | <input type="checkbox"/> [ ] CROSSCHECKS        |
| <input type="checkbox"/> [ ] QUARTERLY STATEMENT                            | <input checked="" type="checkbox"/> [ X ] BLANK       |   |
| <input checked="" type="checkbox"/> [ X ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts        | <input checked="" type="checkbox"/> [ X ] Title |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell           | <input type="checkbox"/> [ ] Other _____        |
| <input checked="" type="checkbox"/> [ X ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement) |   |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Add questions to the General Interrogatories, Part 1 regarding depository institution holding companies as it pertains to the group capital calculation. Additionally, modify the terminology in the first two questions for consistency with the new questions, which has been modified to consider that many insurers that are part of a depository institution holding company are savings and loan holding companies, which is picked up with the broader terminology compared to the more specific term of bank holding company.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

To assist state regulators in identifying depository institution holding companies significantly engaged in insurance activities that would be subject to the Federal Reserve's Building Block Approach to group capital, thereby prompting the communication necessary to exempt the holding company from the group capital calculation.

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments: \_\_\_\_\_

**\*\* This section must be completed on all forms.**

**Revised 7/18/2018**

## ANNUAL STATEMENT BLANK – LIFE\FRATERNAL, HEALTH, PROPERTY AND TITLE

### GENERAL INTERROGATORIES

8.1 Is the company a subsidiary of a depository institution holding company (DIHC)~~bank holding company~~, or a DIHC itself. Yes ☐ No ☐

8.2 If response to 8.1 is yes, please identify the name of the DIHC~~bank holding company~~.

.....

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes ☐ No ☐

8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a fe

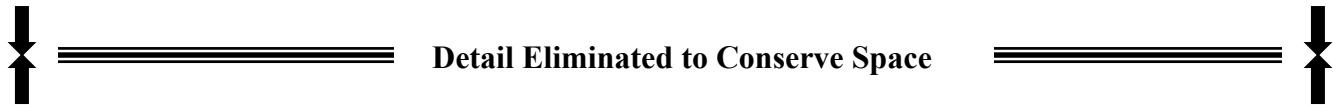
1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....

~~8.5 Is the reporting entity a depository institution holding company with significant insurance operations as defined by the Board of Governors of Federal Reserve System or a subsidiary of the reporting entity such company? Yes ☐ No ☐~~

~~8.6 If response to 8.5 is no, is the reporting entity a company or subsidiary of a company that has otherwise been made subject to the Federal Reserve Board's capital rule? Yes ☐ No ☐ N/A ☐~~

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit? .....

.....



## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>02/17/2021</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Dale Bruggeman</u></p> <p><b>TITLE:</b> <u>Chair SAPWG</u></p> <p><b>AFFILIATION:</b> <u>Ohio Department of Insurance</u></p> <p><b>ADDRESS:</b> <u>50W. Town St., 3<sup>rd</sup> FL, Ste. 300</u> <u>Columbus, OH 43215</u></p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-03BWG</u></p> <p>Year <u>2021</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
--	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |  |   |  |
|--|---|--|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT     | <input type="checkbox"/> [ ] INSTRUCTIONS                   | <input type="checkbox"/> [ ] CROSSCHECKS |
| <input type="checkbox"/> [ ] QUARTERLY STATEMENT               | <input checked="" type="checkbox"/> [ X ] BLANK             |  |
| <input type="checkbox"/> [ ] Life, Accident & Health/Fraternal | <input checked="" type="checkbox"/> [ X ] Separate Accounts | <input type="checkbox"/> [ ] Title       |
| <input type="checkbox"/> [ ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell                 | <input type="checkbox"/> [ ] Other _____ |
| <input type="checkbox"/> [ ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement)       |  |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Modify the tables for Interrogatory Questions 1.01, 1.01A, 2.5 and 4.2 in the Separate Accounts General Interrogatories by adding category lines to reflect additional granularity in the reporting on those tables.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

The purpose of the proposal is to modify select tables on the Separate Accounts General Interrogatories to reflect the increased granularity in the product identifiers per by the Statutory Accounting Principles (E) Working Group agenda item (Ref #2020-37 & Ref #2020-38).

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

**\*\* This section must be completed on all forms.**

**Revised 7/18/2018**

## ANNUAL STATEMENT BLANK – LIFE\FRATERNAL

### GENERAL INTERROGATORIES

#### Product Mix

1.01 Identify the product types in the separate account, quantify the assets associated with those products, indicate if there are any guarantees associated with those products, quantify seed money and quantify other fees and expenses due to the general account. For the products (and related assets) that are not registered with the SEC, identify whether the products are considered private placement variable annuity products or private placement life insurance.

Note: A distinct disaggregated product identifier shall be used for each product and shall be used consistently throughout the interrogatory. Disaggregation of reporting shall be such that each product filing or policy form is separately identified. For example, if a company has 5 different separate group annuities, each annuity shall be separately reported. (Companies may eliminate proprietary information however such elimination will require the use of unique reporting identifiers).

Additional Required Surplus Amounts is defined as additional or permanent surplus that is required to be retained in the separate account in accordance with state law or regulation. These amounts should not include reinvested separate account investment proceeds that have not been allocated to separate account contract holders.

1  Product Identifier	Separate Account Assets		4  Guarantees Associated with the Product Yes/No	5  Seed Money	6  Fees and Expenses Due to the General Account	7  Additional Required Surplus Amounts
	2  Registered with SEC	3  Not Registered with SEC				
1.01A Pension Risk Transfer Group Annuities						
	\$	\$		\$	\$	\$
Total Pension Risk Transfer Group Annuities	\$	\$		\$	\$	\$
1.01B All Other Group Annuities						
	\$	\$		\$	\$	\$
Total All Other Group Annuities	\$	\$		\$	\$	\$
1.01C Registered Index Linked Annuities Individual Annuities						
	\$	\$		\$	\$	\$
Total Registered Index Linked Annuities Individual Annuities	\$	\$		\$	\$	\$
1.01D All Other Individual Annuities						
	\$	\$		\$	\$	\$
Total All Other Individual Annuities	\$	\$		\$	\$	\$
1.01E Life Insurance						
	\$	\$		\$	\$	\$
Total Life Insurance	\$	\$		\$	\$	\$
1.01F Totals	\$	\$	XXX	\$	\$	\$

Note: Additional Required Surplus Amounts is defined as additional or permanent surplus that is required to be retained in the separate account in accordance with state law or regulation. These amounts should not include reinvested separate account investment proceeds that have not been allocated to separate account contract holders.

1.01A For the products (and related assets) that are not registered with the SEC, identify whether the products are considered private placement variable annuity products or private placement life insurance.



1 Product Identifier	Not Registered with SEC		
	28 Private Placement Variable Annuity	39 Private Placement Life Insurance	410 Other (Not PPVA or PPLI)
1.01A Pension Risk Transfer Group Annuities			
	\$	\$	\$
Total Pension Risk Transfer Group Annuities	\$	\$	\$
1.01B All Other Group Annuities			
	\$		
Total All Other Group Annuities	\$	\$	\$
1.01C Registered Index Linked Annuities Individual Annuities			
	\$		
Total Registered Index Linked Annuities Individual Annuities	\$	\$	\$
1.01D All Other Individual Annuities			
	\$		
Total All Other Individual Annuities	\$	\$	\$
1.01E Life Insurance			
	\$		
Total Life Insurance	\$	\$	\$
1.01F Totals	\$		

**Detail Eliminated to Conserve Space**

- 2.4 To compensate the general account for the risk taken, for any separate account products with general account guarantees, does the separate account remit risk charges to the general account related to separate account guarantees? Yes ☐ No ☐
- 2.5 If yes, identify the separate account products with risk charges that are remitted to the general account and whether the risk charge for that product is reviewed and opined upon:

1 Product Identifier with Risk Charges	2 Risk Charge Reviewed and Opined Upon	3 Name and Title of Individual Who Provided Opinion on Risk Charges
2.5A Pension Risk Transfer Group Annuities		
2.5B All Other Group Annuities		
2.5C Registered Index Linked Annuities Individual Annuities		
2.5D All Other Individual Annuities		
2.5E Life Insurance		

**Detail Eliminated to Conserve Space**

- 4.1 Does the reporting entity have separate account assets in which less than 100% of investment proceeds (net of contract fees and assessments) are attributed to a contract holder? (This should identify any situations where there is a ceiling on investment performance results.)
- 4.2 If yes, provide detail on the net investment proceeds that were attributed to the contract holder, transferred to the general account and reinvested within the separate account:

Yes [ ] No [ ]

1 Product Identifier	2 Net Investment Proceeds	3 Attributed to Contract Holder	4 Transferred to General Account	5 Reinvested Within the Separate Account
4.2A Pension Risk Transfer Group Annuities				
	\$	\$	\$	\$
Total Pension Risk Transfer Group Annuities	\$	\$	\$	\$
4.2B All Other Group Annuities				
	\$	\$	\$	\$
Total All Other Group Annuities	\$	\$	\$	\$
4.2C Registered Index Linked Annuities Individual Annuities				
	\$	\$	\$	\$
Total Registered Index Linked Annuities Individual Annuities	\$	\$	\$	\$
4.2D All Other Individual Annuities				
	\$	\$	\$	\$
Total All Other Individual Annuities	\$	\$	\$	\$
4.2E Life Insurance				
	\$	\$	\$	\$
Total Life Insurance	\$	\$	\$	\$
4.2F Totals	\$	\$	\$	\$

Detail Eliminated to Conserve Space

## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>02/25/2021</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Dale Bruggeman</u></p> <p><b>TITLE:</b> <u>Chair SAPWG</u></p> <p><b>AFFILIATION:</b> <u>Ohio Department of Insurance</u></p> <p><b>ADDRESS:</b> <u>50W. Town St., 3<sup>rd</sup> Fl., Ste. 300</u> <u>Columbus, OH 43215</u></p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-04BWG MOD</u></p> <p>Year <u>2021</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
---	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |   |  |   |
|---|--|---|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT                  | <input checked="" type="checkbox"/> [ X ] INSTRUCTIONS | <input type="checkbox"/> [ ] CROSSCHECKS        |
| <input type="checkbox"/> [ ] QUARTERLY STATEMENT                            | <input checked="" type="checkbox"/> [ X ] BLANK        |   |
| <input checked="" type="checkbox"/> [ X ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts         | <input checked="" type="checkbox"/> [ X ] Title |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell            | <input type="checkbox"/> [ ] Other _____        |
| <input checked="" type="checkbox"/> [ X ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement)  |   |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Add interrogatory questions 24.1 and 24.2 to the General Interrogatories, Part 1 and renumber those below them. Renumber the questions and question references in the General Interrogatories, Part 1 to match the renumbering on the blank page.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

During the Statutory Accounting Principles (E) Working Group's ongoing discussion of agenda item #2019-24: Levelized and Persistency Commissions, regulators expressed the desire for a GI to identify certain scenarios in which an insurer utilizes third parties to pay commission expenses.

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

**\*\* This section must be completed on all forms.**

**Revised 7/18/2018**

**ANNUAL STATEMENT BLANK – LIFE\FRATERNAL, HEALTH, PROPERTY AND TITLE**

**GENERAL INTERROGATORIES**

===== **Detail Eliminated to Conserve Space** =====

**FINANCIAL**

===== **Detail Eliminated to Conserve Space** =====

- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes ☐ No ☐
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ \_\_\_\_\_

24.1 Does the insurer utilize third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days? Yes ☐ No ☐

24.2 If the response to 24.1 is yes, identify the third-party that pays the agents and whether they are a related party.

Name of Third-Party	Is the Third-Party Agent a Related Party (Yes/No)

**INVESTMENT**

- 2425.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 2425.03) Yes ☐ No ☐
- 2425.02 If no, give full and complete information, relating thereto.....
- 2425.03 For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 2425.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions. \$ \_\_\_\_\_
- 2425.05 For the reporting entity's securities lending program, report amount of collateral for other programs. \$ \_\_\_\_\_
- 2425.06 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes ☐ No ☐ N/A ☐
- 2425.07 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes ☐ No ☐ N/A ☐
- 2425.08 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes ☐ No ☐ N/A ☐

## GENERAL INTERROGATORIES

2425.09 For the reporting entity's securities lending program, state the amount of the following as of December 31 of the current year:

2425.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$ \_\_\_\_\_

2425.092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$ \_\_\_\_\_

2425.093 Total payable for securities lending reported on the liability page \$ \_\_\_\_\_

2526.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 212224.1 and 2425.03).

Yes ☐ No ☐

2526.2 If yes, state the amount thereof at December 31 of the current year:

2526.21 Subject to repurchase agreements \$ \_\_\_\_\_

2526.22 Subject to reverse repurchase agreements \$ \_\_\_\_\_

2526.23 Subject to dollar repurchase agreements \$ \_\_\_\_\_

2526.24 Subject to reverse dollar repurchase agreements \$ \_\_\_\_\_

2526.25 Placed under option agreements \$ \_\_\_\_\_

2526.26 Letter stock or securities restricted as to sale – excluding FHLB Capital Stock \$ \_\_\_\_\_

2526.27 FHLB Capital Stock \$ \_\_\_\_\_

2526.28 On deposit with states \$ \_\_\_\_\_

2526.29 On deposit with other regulatory bodies \$ \_\_\_\_\_

2526.30 Pledged as collateral – excluding collateral pledged to an FHLB \$ \_\_\_\_\_

2526.31 Pledged as collateral to FHLB – including assets backing funding agreements \$ \_\_\_\_\_

2526.32 Other \$ \_\_\_\_\_

2526.3 For category (2526.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

2627.1 Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes ☐ No ☐

2627.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes ☐ No ☐ N/A ☐

If no, attach a description with this statement.

LINES 2627.3 through 2627.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

2627.3 Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a result of interest rate Yes ☐ No ☐

2627.4 If the response to 2627.3 is YES, does the reporting entity utilize:

2627.41 Special accounting provision of SSAP No. 108 Yes ☐ No ☐

2627.42 Permitted accounting practice Yes ☐ No ☐

2627.43 Other accounting guidance Yes ☐ No ☐

2627.4.5 By responding YES to 2627.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following:

Yes ☐ No ☐

- The reporting entity has obtained explicit approval from the domiciliary state.
- Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
- Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guideline Conditional Tail Expectation Amount.
- Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and that the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

2728.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes ☐ No ☐

2728.2 If yes, state the amount thereof at December 31 of the current year.

\$ \_\_\_\_\_

2829. Excluding items in Schedule E– Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*?

Yes ☐ No ☐

2829.01 For agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

1 Name of Custodian(s)	2 Custodian's Address

## GENERAL INTERROGATORIES

2829.02 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

2829.03 Have there been any changes, including name changes, in the custodian(s) identified in 2829.01 during the current year?

Yes ☐ No ☐

2829.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

2829.05 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. [“...that have access to the investment accounts”; “...handle securities”]

1 Name of Firm or Individual	2 Affiliation

2829.0597 For those firms/individuals listed in the table for Question 2829.05, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a “U”) manage more than 10% of the reporting entity’s invested assets?

Yes ☐ No ☐

2829.0598 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a “U”) listed in the table for Question 2829.05, does the total assets under management aggregate to more than 50% of the reporting entity’s invested assets?

Yes ☐ No ☐

2829.06 For those firms or individuals listed in the table for 2829.05 with an affiliation code of “A” (affiliated) or “U” (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed

2930.1 Does the reporting entity have any diversified mutual funds reported in Schedule D – Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])?

Yes ☐ No ☐

2930.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
2930.2999	TOTAL	

2930.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund’s Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation

## GENERAL INTERROGATORIES

**3031.** Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
<b>3031.1</b> Bonds			
<b>3031.2</b> Preferred Stocks			
<b>3031.3</b> Totals			

**3031.4** Describe the sources or methods utilized in determining the fair values: .....

.....

.....

**3132.1** Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes ☐ No ☐

**3132.2** If the answer to 3132.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes ☐ No ☐

**3132.3** If the answer to 3132.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

.....

.....

**3233.1** Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes ☐ No ☐

**3233.2** If no, list exceptions: .....

.....

**3334.** By self-designating 5GI securities, the reporting entity is certifying the following elements of each self-designated 5GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5GI securities? Yes ☐ No ☐

**3435.** By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

- a. The security was purchased prior to January 1, 2018.
- b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
- d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities? Yes ☐ No ☐

**3536.** By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

- a. The shares were purchased prior to January 1, 2019.
- b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
- d. The fund only or predominantly holds bonds in its portfolio.
- e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
- f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? Yes ☐ No ☐

**3637.** By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E, Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:

- a. The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.
- b. If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.
- c. If the investment is with a related party or affiliate, then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.
- d. Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 3637.a -3637.c are reported as long-term investments.

Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria? Yes ☐ No ☐ N/A ☐

## GENERAL INTERROGATORIES

### OTHER

3738.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ \_\_\_\_\_

3738.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations, and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
	\$
	\$
	\$
	\$

3839.1 Amount of payments for legal expenses, if any? \$ \_\_\_\_\_

3839.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
	\$
	\$
	\$
	\$

3940.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers, or departments of government, if any? \$ \_\_\_\_\_

3940.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers, or departments of government during the period covered by this statement.


1 Name	2 Amount Paid
	\$
	\$
	\$
	\$




## ANNUAL STATEMENT INSTRUCTIONS – LIFE/FRATERNAL, HEALTH, PROPERTY AND TITLE

### GENERAL INTERROGATORIES


#### PART 1 – COMMON INTERROGATORIES




**Detail Eliminated to Conserve Space**



### FINANCIAL



**Detail Eliminated to Conserve Space**



### INVESTMENT

**2425.** For the purposes of this interrogatory, “exclusive control” means that the company has the exclusive right to dispose of the investment at will, without the necessity of making a substitution thereof. For purposes of this interrogatory, securities in transit and awaiting collection, held by a custodian pursuant to a custody arrangement or securities issued subject to a book entry system are considered to be in actual possession of the company.

If bonds, stocks and other securities owned December 31 of the current year, over which the company has exclusive control are: (1) securities purchased for delayed settlement, or (2) loaned to others, the company should respond “NO” to **2425.01** and “YES” to **2526.1**.

**2425.03** Describe the company’s securities lending program, including value for collateral and amount of loaned securities, and whether the collateral is held on- or off-balance sheet. Note 17 of Notes to Financial Statement provides a full description of the program.

**2425.04** Report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions.

**2425.05** Report amount of collateral for other programs.

**2425.091** The fair value amount reported should equal the grand total of Schedule DL, Part 1, Column 5 plus Schedule DL, Part 2, Column 5.

The fair value amount reported amount should also equal the fair value amount reported in Note 5E(5)a1(m).

**2425.092** The book adjusted/carrying value amount reported should equal the grand total of Schedule DL, Part 1, Column 6 plus Schedule DL, Part 2, Column 6.

**2425.093** The payable for securities lending amount reported should equal current year column for payable for securities lending line on the liability page.

**2526.** Disclose the statement value of investments that are not under the exclusive control of the reporting entity within the categories listed in **2526.2**.

- ~~2728~~. The purpose for this General Interrogatory is to capture the statement value for securities reported in Schedule D, Part 1, Bonds or Schedule D, Part 2, Section 1, Preferred Stock that are mandatorily convertible into equity, or at the option of the issuer, are convertible into equity. This disclosure will facilitate the application of the equity factors to the statement value of such securities for purposes of RBC.
- ~~2829~~. The question, regarding whether items are held in accordance with the *Financial Condition Examiners Handbook*, must be answered.
- ~~2829.01~~ If the answer to ~~28-29~~ is “YES,” then list all of the agreements in ~~2829.01~~. If the answer is “NO,” but one or more of the agreements do comply with the *Financial Condition Examiners Handbook*, then list the agreements that do comply in ~~2829.01~~.
- ~~2829.02~~ If the answer to ~~28-29~~ is “NO,” then list all agreements that do not comply with the *Financial Condition Examiners Handbook*. Provide a complete explanation of why each custodial agreement does not include the characteristics outlined in the *Financial Condition Examiners Handbook* (Section 1 (III) (F), Outsourcing of Critical Functions, Custodial or Safekeeping Agreements), available at the NAIC website:
- [www.naic.org/documents/committees\\_e\\_examover\\_fehtg\\_Custodial\\_or\\_Safekeeping\\_Agreements.doc](http://www.naic.org/documents/committees_e_examover_fehtg_Custodial_or_Safekeeping_Agreements.doc)
- ~~2829.03~~ This question, regarding changes in custodian, must be answered.
- ~~2829.04~~ If the answer to ~~2829.03~~ is “YES,” list the change(s).
- ~~2829.05~~ Identify all investment advisors, investment managers and broker/dealers, including individuals who have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such.

Name of Firm or Individual:

Should be name of firm or individual that is party to the Investment Management Agreement

Affiliation:

Note if firm or individual is affiliated, unaffiliated or an employee by using the following codes:

- A Investment management is handled by firms/individuals affiliated with the reporting entity.
- U Investment management is handled by firms/individuals unaffiliated with the reporting entity.
- I Investment management is handled internally by individuals that are employees of the reporting entity.

- ~~2829.0597~~ If the total assets under management of any the firms/individuals unaffiliated with the reporting entity (i.e., designated with a “U”) listed in the table for Question ~~2829.05~~ are greater than 10% of the reporting entity’s invested assets (Line 12 of the Asset page), answer “YES” to Question ~~2829.0597~~.
- ~~2829.0598~~ If the total assets under management of all the firms/individuals unaffiliated with the reporting entity (i.e., designated with a “U”) listed in the table for Question ~~2829.05~~ are greater than 50% of the reporting entity’s invested assets (Line 12 of the Asset page), answer “YES” to Question ~~2829.0598~~. When determining the aggregate total of assets under management, include all firms/individuals unaffiliated with the reporting entity not just those who manage more than 10% of the reporting entity’s assets.

2829.06 For assets managed by an affiliated or unaffiliated firm or individual, provide for each firm or individual the Central Registration Depository Number, Legal Entity Identifier (LEI), who they are registered with and if an Investment Management Agreement has been filed for each firm or individual.

Name of Firm or Individual:

Should be name of firm or individual provided for 2829.05

Central Registration Depository Number

The Central Registration Depository (CRD) number is a number issued by the Financial Industry Regulatory Authority (FINRA) to brokers, dealers or individuals when licensed, and can be verified against their database [www.finra.org](http://www.finra.org). These brokers, dealers or individuals would be those contracted to manage some of the reporting entity's investments or funds and invest them for the reporting entity. The brokers, dealers or individuals can be affiliated or unaffiliated with the reporting entity. The reporting entity must list all brokers, dealers or individuals who have the authority to make investments on behalf of the reporting entity.

Legal Entity Identifier (LEI)

Provide the 20-character Legal Entity Identifier (LEI) for issuer as assigned by a designated Local Operating Unit. If no LEI number has been assigned, leave blank.

Registered With:

If a Registered Investment Advisor, specify if registered with Securities Exchange Commission or state securities authority. Note if not a Registered Investment Advisor.

Investment Management Agreement (IMA) Filed:

Indicate if a current Investment Management Agreement (IMA) has been filed with the state of domicile or the insurance department in another state(s). Use one of the codes below to indicate if the IMA has been filed and with whom it was filed.

- |    |  |
|----|--|
| DS | If the current IMA has been filed with the state of domicile regardless if it was also filed with another state. |
| OS | If the current IMA has been filed with a state(s) other than the state of domicile but not the state of domicile |
| NO | If the current IMA has not been filed with any state   |

2930. This interrogatory is applicable to Property/Casualty and Health entities only.

2930.2 The diversified mutual funds (diversified according to the U.S. Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)]) that are excluded from the Asset Concentration Factor section of the risk-based capital filing are to be disclosed in this interrogatory.

2930.3 "Significant Holding" means the top five largest holdings of the mutual fund. For each diversified mutual fund disclosed in Interrogatory 2930.2, the top largest holdings of the mutual fund must be disclosed in this interrogatory.

The "Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding" should be based upon the fund's latest available valuation as of year-end (e.g., fiscal year-end or latest periodic valuation available prior to year-end).

The “Date of Valuation” should be the date of the valuation amount provided in the Amount of Mutual Fund’s Book/Adjusted Carrying Value Attributable to the Holding column.

~~3031.~~ Include bonds reported as cash equivalents in Schedule E, Part 2.

~~3233.~~ This interrogatory applies to any investment required to be filed with the SVO (or that would have been required if not exempted in the *Purposes and Procedures Manual of the NAIC Investment Analysis Office*), whether in the general account or separate accounts.

The existence of Z securities does not mean that a reporting entity is not complying with the procedures. As long as the entity has filed its Z securities with the SVO within 120 days of purchase, compliance with the procedures has been met. If an entity wishes to provide the counts of Z securities, include those counts in the explanation lines. An explanation is only expected if the answer to the compliance question is NO.

#### **OTHER**

~~3738.~~ The purpose of this General Interrogatory is to capture information about payments to any trade association, service organization, and statistical or rating bureau. A “service organization” is defined as every person, partnership, association or corporation that formulates rules, establishes standards, or assists in the making of rates or standards for the information or benefit of insurers or rating organizations.

~~3839.~~ The purpose of this General Interrogatory is to capture information about legal expenses paid during the year. These expenses include all fees or retainers for legal services or expenses, including those in connection with matters before administrative or legislative bodies. It excludes salaries and expenses of company personnel, legal expenses in connection with investigation, litigation and settlement of policy claims, and legal fees associated with real estate transactions, including mortgage loans on real estate. Do not include amounts reported in General Interrogatories No. ~~3738~~ and No. ~~3940~~.

~~3940.~~ The purpose of this General Interrogatory is to capture information about expenditures in connection with matters before legislative bodies, officers or departments of government paid during the year. These expenses are related to general legislative lobbying and direct lobbying of pending and proposed statutes or regulations before legislative bodies and/or officers or departments of government. Do not include amounts reported in General Interrogatories No. ~~3738~~ and No. ~~3839~~.

W:\National Meetings\2021\Summer\TF\App\BlanksWG\minutes\Att Two-A4\_2021-04BWG\_Modified.doc

## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>02/25/2021</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Dale Bruggeman</u></p> <p><b>TITLE:</b> <u>Chair SAPWG</u></p> <p><b>AFFILIATION:</b> <u>Ohio Department of Insurance</u></p> <p><b>ADDRESS:</b> <u>50W. Town St., 3<sup>rd</sup> Fl., Ste. 300</u> <u>Columbus, OH 43215</u></p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-05BWG MOD</u></p> <p>Year <u>2021</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
---	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |   |  |   |
|---|--|---|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT                  | <input checked="" type="checkbox"/> [ X ] INSTRUCTIONS | <input checked="" type="checkbox"/> [ X ] CROSSCHECKS |
| <input checked="" type="checkbox"/> [ X ] QUARTERLY STATEMENT               | <input type="checkbox"/> [ ] BLANK                     |   |
| <input checked="" type="checkbox"/> [ X ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts         | <input checked="" type="checkbox"/> [ X ] Title       |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell            | <input type="checkbox"/> [ ] Other _____              |
| <input checked="" type="checkbox"/> [ X ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement)  |   |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Modify the instructions for Note 17B(4)b1(a) and add a table to the illustrations to data capture some aspects of the disclosure.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

The purpose of the proposal is to modify the disclosure in Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities to reflect disclosure changes per by the Statutory Accounting Principles (E) Working Group agenda item (Ref #2021-03).

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

**\*\* This section must be completed on all forms.**

**Revised 7/18/2018**

ANNUAL & QUARTERLY STATEMENT INSTRUCTIONS – LIFE\FRATERNAL, HEALTH, PROPERTY AND TITLE

NOTES TO FINANCIAL STATEMENTS

===== Detail Eliminated to Conserve Space =====

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

Instruction:

===== Detail Eliminated to Conserve Space =====

B. Transfer and Servicing of Financial Assets

===== Detail Eliminated to Conserve Space =====

- (4) For securitizations, asset-backed financing arrangements and similar transfers accounted for as sales when the transferor has continuing involvement (as defined in the glossary of the *Accounting Practices and Procedures Manual*) with the transferred financial assets:

===== Detail Eliminated to Conserve Space =====

- b. For each statement of financial position presented, regardless of when the transfer occurred:
1. Qualitative and quantitative information about the transferor's continuing involvement with transferred financial assets that provides financial statement users with sufficient information to assess the reasons for the continuing involvement and the risks related to the transferred financial assets to which the transferor continues to be exposed after the transfer and the extent that the transferor's risk profile has changed as a result of the transfer (including, but not limited to, credit risk, interest rate risk and other risks), including:
    - (a) The total ~~original~~ principal amount outstanding (BACV), the amount that has been derecognized and the ~~outstanding~~ amount that continues to be recognized in the statement of financial position. The amount recognized (allocated fair value) by the reporting entity for the acquired participation in the transferred assets. The reporting schedules of both the transferred and reacquired assets. The percentage of beneficial interests from the reporting entity's transferred assets acquired by affiliated entities. The percentage of original principal held in the company group and the percentage of derecognized principal held by related parties.

The purpose of the table illustrated below is to provide for data capture of certain disclosures required in SSAP No. 103R—*Transfers and Servicing of Financial Assets and Extinguishments of Liabilities*, paragraph 28g. As detailed in paragraph 28.g.ii, disclosure is required for each statement of financial position presented, regardless of when the transfer occurred. Determination of continuing involvement shall be applied in accordance with the definition reflected in SSAP No. 103R, Appendix A.

Columns requesting information that results in a null result (i.e., if column 5 results in a zero balance as 100% of the asset was transferred), shall indicate zero (0). In the event a column is not applicable, (i.e., if affiliated entities did not acquire an interest in the transferred asset), the column shall be referenced as zero (0).

In circumstances where an entity has multiple assets associated with a sale (i.e., several limited partnerships are sold as a single transaction), the assets should be aggregated and reported as a single transaction.

Column 1 Identification of Transaction

Identification of each material transaction. Identification should be consistent across reporting periods so that the circumstances for each item are adequately associated with the applicable transaction.

Column 2 BACV Prior to Transfer

The aggregate book value, at the time of transfer, of all assets associated with the transaction.

Column 3 Original Reporting Schedule of the Transferred Assets

The investment schedule(s) in which the transferred assets were reported, immediately prior to the transfer. If the transferred assets were reported on multiple schedules, all reporting schedules shall be identified. (For example, input BA-1 for Schedule BA-Part 1)

Column 4 Amount Derecognized from Sale Transaction

The aggregate book value derecognized from the investment schedules as a result of the transfer. If the assets were transferred in their entirety, Column 4 will equal Column 2.

Column 5 Amount That Continues to be Recognized in the Statement of Financial Position

The amount that continues to be recognized in the statement of financial position. This should equal Column 2 less Column 4.

Column 6 BACV of Acquired Interests in Transferred Assets

The original BACV reported for acquired beneficial interests (or any other interest) in the previously transferred asset. (BACV for these transactions is often the allocated fair value associated with the transaction.)

Column 7 Reporting Schedule of Acquired Interests

The reporting schedule of the acquired beneficial interest reported in Column 6. (For example, input D-1 for Schedule D, Part 1)

**Column 8    Percentage of Interests of a Reporting Entity's Transferred Assets  
Acquired by Affiliated Entities**

The percentage of interest of a reporting entity's transferred assets  
acquired by an affiliate as defined in SSAP No. 25—Affiliates and  
Other Related Parties.

- (b) The terms of any arrangements that could require the transferor to provide financial support (for example, liquidity arrangements and obligations to purchase assets) to the transferee or its beneficial interest holders, including a description of any events or circumstances that could expose the transferor to loss and the amount of the maximum exposure to loss.

**Detail Eliminated to Conserve Space**

Illustration:

A.        Transfers of Receivables Reported as Sales

- (1)        During 20\_\_\_\_ the company sold \$\_\_\_\_\_ of agent balances without recourse to the ABC Company.
- (2)        The company realized a loss of \$\_\_\_\_\_ as a result of the sale.

B.        Transfer and Servicing of Financial Assets

1	2	3	4	5	6	7	8
Identification of Transaction	BACV at Time of Transfer	Original Reporting Schedule of the Transferred Assets	Amount Derecognized from Sale Transaction	Amount that continues to be recognized in the statement of financial position (Col. 2 minus 4)	BACV of acquired interests in transferred assets	Reporting Schedule of Acquired Interests	Percentage of interests of a reporting entity's transferred assets acquired by affiliated entities
.....	.....	.....	.....	.....	.....	.....	.....%
.....	.....	.....	.....	.....	.....	.....	.....%
.....	.....	.....	.....	.....	.....	.....	.....%
.....	.....	.....	.....	.....	.....	.....	.....%
.....	.....	.....	.....	.....	.....	.....	.....%
.....	.....	.....	.....	.....	.....	.....	.....%
.....	.....	.....	.....	.....	.....	.....	.....%

1	2	3	4	5	6	7	8	9
Identification of Transaction	Original Principal	% of Original Principal held within the company group	Amount Derecognized	% of derecognized held by related parties	Outstanding amount still recognized in the statement of financial position	Net cashflows between transferor and transferee	FV of proceeds received	Gain/loss from sale of transferred assets
.....	.....	.....%	.....	.....%	.....	.....	.....	.....
.....	.....	.....%	.....	.....%	.....	.....	.....	.....
.....	.....	.....%	.....	.....%	.....	.....	.....	.....
.....	.....	.....%	.....	.....%	.....	.....	.....	.....
.....	.....	.....%	.....	.....%	.....	.....	.....	.....
.....	.....	.....%	.....	.....%	.....	.....	.....	.....
.....	.....	.....%	.....	.....%	.....	.....	.....	.....

C.        Wash Sales

- (1)        In the course of the company's asset management, securities are sold and reacquired within 30 days of the sale date to enhance the company's yield on its investment portfolio.



**THIS EXACT FORMAT MUST BE USED IN THE PREPARATION OF THIS NOTE FOR THE TABLE BELOW. REPORTING ENTITIES ARE NOT PRECLUDED FROM PROVIDING CLARIFYING DISCLOSURE BEFORE OR AFTER THIS ILLUSTRATION.**



- (2) The details by NAIC designation 3 or below, or unrated of securities sold during the year ended December 31, 20\_\_ and reacquired within 30 days of the sale date are:


<u>Description</u>	<u>NAIC Designation</u>	<u>Number of Transactions</u>	<u>Book Value of Securities Sold</u>	<u>Cost of Securities Repurchased</u>	<u>Gain (Loss)</u>
_____	_____	_____	\$ _____	\$ _____	\$ _____
_____	_____	_____	\$ _____	\$ _____	\$ _____
_____	_____	_____	\$ _____	\$ _____	\$ _____
_____	_____	_____	\$ _____	\$ _____	\$ _____
_____	_____	_____	\$ _____	\$ _____	\$ _____
_____	_____	_____	\$ _____	\$ _____	\$ _____

**Note:** Examples of values for the Description Column are Bonds, Preferred Stocks, Common Stocks, etc.

The NAIC Designation Column should indicate 3 through 6 for those transactions for securities that would have been reported with an NAIC Designation if still owned at the end of the reporting period (e.g., bonds and preferred stocks).

For those transactions for securities that would not have been reported with an NAIC Designation if still owned at the end of the reporting period (e.g., real estate mortgage loans and common stocks), leave the column blank.



**Detail Eliminated to Conserve Space**



W:\National Meetings\2021\Summer\TF\App\BlanksWG\minutes\Att Two-A5\_2021-05BWG\_Modified.doc

## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>03/25/2021</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Kim Hudson</u></p> <p><b>TITLE:</b> _____</p> <p><b>AFFILIATION:</b> <u>California Department of Insurance</u></p> <p><b>ADDRESS:</b> <u>300 South Spring St.</u> <u>Los Angeles, CA 90013</u></p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-06BWG</u></p> <p>Year <u>2021</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
--	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |   |  |   |
|---|--|---|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT                  | <input checked="" type="checkbox"/> [ X ] INSTRUCTIONS | <input checked="" type="checkbox"/> [ X ] CROSSCHECKS |
| <input type="checkbox"/> [ ] QUARTERLY STATEMENT                            | <input type="checkbox"/> [ ] BLANK                     |   |
| <input checked="" type="checkbox"/> [ X ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts         | <input type="checkbox"/> [ ] Title                    |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell            | <input type="checkbox"/> [ ] Other _____              |
| <input checked="" type="checkbox"/> [ X ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement)  |   |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Add crosschecks between LTC Form 5 and Form 1 for Columns 2, 3, 4, 6 and 7 of Form 5.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

The purpose of this proposal is to add crosschecks for Columns 2, 3, 4, 6 and 7 of Form 5 to Columns 8, 1, 2, 5 and 3 respectively.

### NAIC STAFF COMMENTS

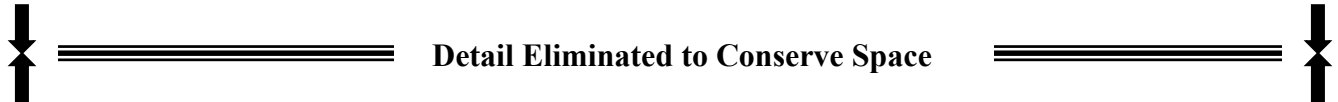
Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

**ANNUAL STATEMENT INSTRUCTIONS – LIFE/FRATERNAL, HEALTH AND PROPERTY**

**INSTRUCTIONS FOR FORM 5**

**Standalone and Hybrid Products – Direct State Reporting (\$000 Omitted)**



**Detail Eliminated to Conserve Space**

Column 1 – Number of New Lives Insured

Total number of new lives issued LTC or hybrid policies during the year. Values in rows that are labeled “inception-to-date” should be the sum of all new lives insured in each year during which the form was sold.

Column 2 – Number of Lives In-force Year End

Total number of lives in force at the end of the year. Joint policies are to be counted as two lives.

Grand Total Page, Line 1 should equal Form 1, Column 8, Line 1 plus Line 6.

Column 3 – Earned Premiums

Collected Premiums + Change in Due Premiums – Change in Advanced Premiums – Change in Unearned Premium Reserves.

If necessary, the premium may be derived as the gross premium of the policy with the inclusion of LTC coverage less the gross premium of that policy without LTC coverage.

Grand Total Page, Line 1 should equal Form 1, Column 1, Line 1 plus Line 6.

Column 4 – Incurred LTC Claims

Developed claim amounts for LTC claims incurred during the calendar year including accelerated claims, but not including payments due to extension of benefits. Equal to the present value of all claim payments and any claim reserves. The discount rate is the statutory valuation interest rate for case reserves.

Grand Total Page, Line 1 should equal Form 1, Column 2, Line 1 plus Line 6.

Column 5 – Incurred Extended Benefits Claims

Developed claim amounts for LTC claims incurred during the calendar year due to extension of benefits after exhaustion of accelerated benefits. Equal to the present value of all claim payments and any claim reserves. The discount rate is the statutory valuation interest rate for case reserves.

Column 6 – Number of Claims Remaining Open

Open claims are all claims that have been opened at any date but have not been closed as of the end of the year.

Grand Total Page, Line 1 should equal Form 1, Column 5, Line 1 plus Line 6.

Column 7 – Number of Claims Opened

The number of claims that have at least one LTC benefit payment made during the year after the elimination period but have no payments in previous years. If a claimant has prior claims, he or she should be counted if the current claim is considered as a new claim. For the purpose of including a claim in this count, payments that do not require satisfaction of the elimination period are excluded. A claim that has terminated by the end of the year should be included in the count.

Grand Total Page, Line 1 should equal Form 1, Column 3, Line 1 plus Line 6.



**Detail Eliminated to Conserve Space**



## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>03/31/2021</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Dale Bruggeman</u></p> <p><b>TITLE:</b> <u>Chair SAPWG</u></p> <p><b>AFFILIATION:</b> <u>Ohio Department of Insurance</u></p> <p><b>ADDRESS:</b> <u>50W. Town St., 3<sup>rd</sup> Fl., Ste. 300</u> <u>Columbus, OH 43215</u></p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-07BWG</u></p> <p>Year <u>2021</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
---	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |   |  |   |
|---|--|---|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT                  | <input checked="" type="checkbox"/> [ X ] INSTRUCTIONS | <input type="checkbox"/> [ ] CROSSCHECKS        |
| <input type="checkbox"/> [ ] QUARTERLY STATEMENT                            | <input type="checkbox"/> [ ] BLANK                     |   |
| <input checked="" type="checkbox"/> [ X ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts         | <input checked="" type="checkbox"/> [ X ] Title |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell            | <input type="checkbox"/> [ ] Other              |
| <input checked="" type="checkbox"/> [ X ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement)  |   |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Add additional line categories to the instruction for Column 26 – Collateral Type to capture collateral type data for all RMBS, CMBS and LBSS securities regardless of reporting category.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

The purpose of this proposal is to expand the line categories listed in the instructions for Column 26 – Collateral Type on Schedule D, Part 1 so the column captures collateral type data for all RMBS, CMBS and LBSS securities regardless of reporting category.

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

**ANNUAL STATEMENT INSTRUCTIONS – LIFE/FRATERNAL, HEALTH, PROPERTY AND TITLE**

**SCHEDULE D – PART 1**

**LONG-TERM BONDS OWNED DECEMBER 31 OF CURRENT YEAR**



Column 26 – Collateral Type

Use only for securities included in the following subtotal lines.

U.S. Governments

Residential Mortgage-Backed Securities .....	0299999
Commercial Mortgage-Backed Securities .....	0399999
Other Loan-Backed and Structured Securities .....	0499999

All Other Governments

Residential Mortgage-Backed Securities .....	0799999
Commercial Mortgage-Backed Securities .....	0899999
Other Loan-Backed and Structured Securities .....	0999999

U.S. States, Territories and Possessions (Direct and Guaranteed)

Residential Mortgage-Backed Securities .....	1299999
Commercial Mortgage-Backed Securities .....	1399999
Other Loan-Backed and Structured Securities .....	1499999

U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)

Residential Mortgage-Backed Securities .....	1999999
Commercial Mortgage-Backed Securities .....	2099999
Other Loan-Backed and Structured Securities .....	2199999

U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed

Obligations of Agencies and Authorities of Governments and Their Political Subdivisions

Residential Mortgage-Backed Securities .....	2699999
Commercial Mortgage-Backed Securities .....	2799999
Other Loan-Backed and Structured Securities .....	2899999

Industrial and Miscellaneous (Unaffiliated)

Residential Mortgage-Backed/ Securities .....	3399999
Commercial Mortgage-Backed Securities .....	3499999
Other Loan-Backed and Structured Securities .....	3599999

Hybrid Securities

Residential Mortgage-Backed Securities .....	4399999
Commercial Mortgage-Backed Securities .....	4499999
Other Loan-Backed and Structured Securities .....	4599999

Parent, Subsidiaries and Affiliates

Residential Mortgage-Backed Securities .....	5099999
Commercial Mortgage-Backed Securities .....	5199999
Other Loan-Backed and Structured Securities .....	5299999

Enter one of the following codes to indicate collateral type. Pick exactly one collateral type for each reported security. For securities that fit in more than one type, pick the predominant one. Judgment may need to be used when making selections involving prime, Alt-A and subprime, as there are no uniform definitions for these collateral types. In the description field, use abbreviations like ABS, CDO or CLO to disclose the type of the loan-backed/structured security.

Note: Various investments below require SVO review and approval, please refer to the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* (P&P Manual) for further description.

1 Residential Mortgage Loans/RMBS

Include all types of residential first lien mortgage loans as collateral (e.g., prime, subprime, Alt-A).

2 Commercial Mortgage Loans/CMBS

Include all types of commercial mortgage loans as collateral (e.g., conduits, single name, etc.).

3 Home Equity

Include all home equity loans and/or home equity lines of credit as collateral. These are not first liens and are deemed loans to individuals. Bonds that are collateralized by home equity loans/lines of credit are considered asset-backed securities (ABS) rather than RMBS.

4 Individual Obligations – Credit Card, Auto, Student Loans and Recreational Vehicles

Include bonds collateralized by individual obligations. Do not include individual obligations that have a real-estate aspect.

5 Corporate/Industrial Obligations – Tax Receivables, Utility Receivables, Trade Receivables, Small Business Loans, Commercial Paper

Include bonds collateralized by corporate or industrial obligations (sometimes referred to as commercial obligations).

6 Lease Transactions – Aircraft Leases, Equipment Leases and Equipment Trust Certificates

Include bonds collateralized by leases. Equipment leases are loans on heavy equipment. Equipment trust certificates are certificates that entitle the holder to the lease payments on the underlying assets.

7 CLO/CBO/CDO

Include bank loans, which securitize CLOs; investment grade and high-yield corporate bonds, which securitize CBOs; and corporate bonds and structured securities, which securitize CDOs.

8 Manufactured Housing and Mobile Home Loans

Include manufactured housing loans and mobile home loans as collateral. These are not typical residential mortgage loans, and when they securitize bonds, they are considered ABS.

9 Credit Tenant Loans

Real estate loans secured by the obligation of a single (usually investment grade) company to pay debt service by means of rental payments under a lease, where real estate is pledged as collateral also referred to as credit tenant lease, sale-leaseback or CTL.

10 Ground Lease Financing

Real estate loans secured by the obligation to pay debt service by means of rental payments of subleased property; where a long-term ground lease was issued in which the lessee intends significant land development and the subleasing of such property to other long-term tenants.

11 Other

Include other collateral types that do not fit into categories 1 through ~~9~~10.



**Detail Eliminated to Conserve Space**



W:\National Meetings\2021\Summer\TF\App\BlanksWG\minutes\Att Two-A7\_2021-07BWG.doc



## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>04/14/2021</u></p> <p><b>CONTACT PERSON:</b> <u>Andy Daleo</u></p> <p><b>TELEPHONE:</b> <u>(816) 783-8141</u></p> <p><b>EMAIL ADDRESS:</b> <u>adaleo@naic.org</u></p> <p><b>ON BEHALF OF:</b> <u>Mortgage Guaranty Ins. Working Group</u></p> <p><b>NAME:</b> <u>Kevin Conley</u></p> <p><b>TITLE:</b> <u>Chair</u></p> <p><b>AFFILIATION:</b> <u>NC Department of Insurance</u></p> <p><b>ADDRESS:</b> <u>325 N Salisbury Street</u> <u>Raleigh, NC 27603</u></p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-08BWG MOD</u> Year <u>2021</u> Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ] New Reporting Requirement <input type="checkbox"/> [ ]</p> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ] Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment <input type="checkbox"/> [ ] Referred To Another NAIC Group <input type="checkbox"/> [ ] Received For Public Comment <input checked="" type="checkbox"/> [ X ] Adopted Date <u>05/26/2021</u> <input type="checkbox"/> [ ] Rejected Date _____ <input type="checkbox"/> [ ] Deferred Date _____ <input type="checkbox"/> [ ] Other (Specify) _____</p>
--	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |  |  |  |
|--|--|--|
| <input checked="" type="checkbox"/> [ X ] ANNUAL STATEMENT     | <input checked="" type="checkbox"/> [ X ] INSTRUCTIONS | <input type="checkbox"/> [ ] CROSSCHECKS |
| <input type="checkbox"/> [ ] QUARTERLY STATEMENT               | <input checked="" type="checkbox"/> [ X ] BLANK        |  |
| <input type="checkbox"/> [ ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts         | <input type="checkbox"/> [ ] Title       |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty    | <input type="checkbox"/> [ ] Protected Cell            | <input type="checkbox"/> [ ] Other _____ |
| <input type="checkbox"/> [ ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement)  |  |

Anticipated Effective Date: Annual 2021

### IDENTIFICATION OF ITEM(S) TO CHANGE

Add a new supplement Mortgage Guaranty insurance Exhibit to capture more information from mortgage guaranty insurers.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

The proposed Mortgage Guaranty Insurance Supplement will be primarily used by the domestic regulators of mortgage guaranty insurers. Currently, there is limited data captured on mortgage guaranty insurance within the financial statement. The proposed supplement will provide the means for the regulators to assess the capital level of the insurer and their overall financial solvency.

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

**\*\* This section must be completed on all forms.**

**Revised 7/18/2018**

## ANNUAL STATEMENT INSTRUCTIONS - PROPERTY

### MORTGAGE GUARANTY INSURANCE EXHIBIT

This exhibit is required to be completed annually by all insurers, excluding reinsurers, with any mortgage guaranty exposure and filed no later than April 1. The exhibit is provided for the benefit of regulators of mortgage guaranty insurers to use as an assessment tool aiding in the evaluation of an insurer's capital adequacy and financial solvency.

All reporting entities reporting mortgage guarantees on Line 6 of the Annual Statement ~~Underwriting and Investment~~ Exhibit of Premiums and Losses, ~~Part 1 and/or Part 2~~ must prepare this Exhibit.

The following definitions should be used in completing the Mortgage Guaranty Insurance Exhibit:

- a. "Primary Flow and Bulk Business" means loans are insured on an individual loan-by-loan transaction basis. Premium rates typically vary depending on the perceived risk of a potential claim on the loan type based on consideration of the loan to value ratio, borrower credit score, payment plan, mortgage term and property type. The mortgage instrument may require the borrower to pay for the mortgage insurance, which is referred to as "borrower paid". Alternatively, the lender may be required to pay the premium, who in turn recovers the premium through an increase in the note rate, which is referred to as "lender paid." Bulk Business means coverage is provided on each mortgage loan included in a defined portfolio of loans insured under a single or bulk transaction. Bulk coverage typically insures the closed loans in an insured portfolio to a specified level of coverage. Loans insured on a bulk basis are typically part of a negotiated transaction, resulting in a composite rate applied to all such loans in the portfolio.
- b. "Pool Business" means a collection of mortgages with similar rates and terms which are often securitized by dividing the pool into bonds backed by the payments of principal and interest into the pool by borrowers. Pool insurance typically covers the loss on a defaulted mortgage loan included in the pool, which is in excess of the loan's primary coverage, as well as the total loss on a defaulted mortgage which does not require primary coverage. Pool insurance may have a stated aggregate loss limit for a pool of loans or a deductible under which no loss is paid by the insurer until the deductible is exceeded.
- c. "State Regulatory Mortgage Insurer Capital Standard" (SRMICS) means the economically countercyclical risk-based margin of safety developed to recognize risk and control elements unique to the mortgage guaranty insurance industry, the calculation of which is described in the Mortgage Guaranty Insurance Standards Manual.

### SCHEDULE MG

~~Schedule MG~~ This Exhibit includes only the data for the insurer identified on the cover of the exhibit. Do not include consolidated data for affiliated companies. If the insurer participates in a pooling agreement, it should report only its share of the business, not the total of all participants.

In those instances where an insurer files an amended annual statement as a result of a restatement of prior year written premium, losses or loss adjustment expenses, ~~Schedule MG~~ this Exhibit must be restated and included in the amended ~~of the exhibit~~. In those instances where one insurer is merged into another mortgage guaranty insurer, ~~Schedule MG~~ the Exhibit must be prepared so it includes the entire combined history of both companies.

When changes to pooling agreements impact prior policy years, historical data values in ~~Schedule MG~~ Parts, 1 and 2 should be restated based on the new pooling percentage. This should be done to present meaningful development patterns in ~~Schedule MG~~ the Exhibit. When pooling changes only impact future policy years, no restatement of historical values should be made. Even though no restatement is required, changes are to be included within the Notes to Financial Statements, per SSAP No. 3—Accounting Changes and Corrections of Errors.

Earned premiums, losses paid, and losses incurred should be assigned to the year in which the policy was written that triggered coverage under the contract.

Retroactive reinsurance should not be reflected in ~~Schedule MG~~this Exhibit. The transferor in such an agreement must record, without recognition of the retroactive reinsurance, its loss and loss adjustment expense reserves on a gross basis on its balance sheet and in all schedules and exhibits. The transferee in such an agreement must exclude the retroactive reinsurance from its loss and loss expense reserves and from its schedules and exhibits.

The reserves for unpaid losses and loss adjustment expenses should take into account the explicit or implicit impacts of the various factors affecting claim frequency or ultimate claim cost.

~~Schedule MG, Part 1 is organized so that written premiums and other income for a year are matched with corresponding losses and Defense & Cost Containment expenses (D&CC) and Adjusting & Other expenses for policies issued during that year. Experience is shown for direct business, reinsurance assumed, reinsurance ceded and net of reinsurance.~~

~~Policy year loss and loss adjustment expense payments and reserves should be assigned to the year in which the policy was written under which coverage is triggered.~~

~~Part 2 displays 20 year loss development triangles on a policy year basis. In Part 2, losses are combined with D&CC. Loss and D&CC development is shown for total incurred, payments, case basis reserves, bulk reserves and incurred but not reported (IBNR) reserves (policy year basis only). Part 2 displays 20 year claim count development triangles on a policy year basis.~~

Report all dollar amounts in the ~~Schedule M~~Mortgage Guaranty Insurance Exhibit in thousands of dollars (\$000 omitted), either by rounding or truncating. All claim counts are to be shown in whole numbers.

The number of claims reported is to be cumulative by policy year. The number of claims reported for each policy year is equal to the number of open claims at the end of the current year plus cumulative claims closed with or without payment for the current and prior calendar years.

For reporting entities reporting on a pooling basis, the pooling percentage should be applied to claim counts as well as dollar amounts.

If the company changes its method of counting claims, the new method should be disclosed in the Notes to Financial Statements.

**SCHEDULE MG – PART 1 – SUMMARY**

Part 1 – Summary provides a 10-year summary of loss and defense ~~&and~~ cost containment experience for the company. Part 1 – Summary should be equal to the sum of Part 1A and Part 1B. Columnar headings provide instructions necessary for completion.

The columnar headings provide instructions necessary for completion.

For reporting entities reporting on a pooling basis, the pooling percentage should be applied to claim count as well as dollar amounts.

Cumulative salvage and subrogation received and losses and expenses paid should be reported for each specific year. For “prior,” report only salvage and subrogation received and losses and expenses paid in current year.

In ~~Schedule MG~~, Part 1, salvage and subrogation received should be reported net of reinsurance, if any. Loss payments are to be reported net of salvage and subrogation received ~~in Schedule MG~~.

Premiums earned and losses paid, unpaid, and incurred should reconcile with the Statement of Income page. The workpapers that show a reconciliation explaining reinsurance and salvage and subrogation adjustments should be available for examination on request.

“Assumed” means reinsurance assumed, including from affiliated pooling agreements, but excluding any non-proportional reinsurance assumed reported as a separate line and reported accordingly.

“Direct” means as directly written, but not if part of an affiliated pooling agreement.

“Ceded” means reinsurance ceded on business so reported as direct or assumed.

Line 1, “Prior,” Columns 8 through 16 should only reflect amounts paid or received in the current calendar year.

Report cumulative amounts paid or received for specific years.

“Defense ~~&and~~ Cost Containment” expenses include defense, ~~and~~ litigation ~~and cost containment~~ expenses, whether internal or external. “Defense” means defense by the reporting entity in a contentious situation, whether a first party or a third-party claim. The fees charged for reporting entity employees should include overhead, just as an outside firm’s charges would include. The expenses exclude expenses incurred in the determination of coverage. These expenses include the following items:

1. Surveillance expenses;
2. Fixed amounts for cost containment expenses;
3. Litigation management expenses;
4. Loss adjustment expenses for participation in voluntary and involuntary market pools if reported by policy year;
5. Fees or salaries for appraisers, private investigators, hearing representatives, inspectors and fraud investigators, if working in defense of a claim, and fees or salaries for rehabilitation nurses, if such cost is not included in losses;
6. Attorney fees incurred owing to a duty to defend, even when other coverage does not exist; and
7. The cost of engaging experts.

“Adjusting ~~&~~ Other” expenses are those expenses other than those above and which have been assigned to the “Loss Adjustment Expense” group in the Underwriting and Investment Exhibit, Part 3, Expenses. These expenses include the following items:

1. Fees of adjusters and settling agents (but not if engaged in a contentious defense);
2. Loss adjustment expenses for participation in voluntary and involuntary market pools if reported by calendar year;
3. Attorney fees incurred in the determination of coverage, including litigation between the reporting entity and the policyholder; and
4. Fees or salaries for appraisers, private investigators, hearing representatives, re-inspectors and fraud investigators, if working in the capacity of an adjuster.

The foregoing list is not intended to be all-inclusive. We are relying on the reporting entities to use reasonable judgment in particular situations.

Reporting entities should assign the “Defense ~~&~~ Cost Containment” expenses to the policy year in which the associated losses were assigned. Reporting entities may assign the “Adjusting ~~&~~ Other” expenses in any justifiable way among the policy years. The preferred way is to apportion these expenses in proportion to the number of claims reported, closed, or outstanding each year.

**Please Note:** This instruction is intended solely to give guidance on reporting loss adjustment expenses in ~~Schedule MG~~the Mortgage Guaranty Insurance Exhibit in the annual statement. It is not intended to provide guidance on the types of expenses to include in loss adjustment expenses. These definitions of defense ~~&~~ cost containment expense and adjusting ~~&~~ other expense are not intended to affect insurance or reinsurance agreements or other contractual agreements.

### **Pooling**

Many insurers have a pooling arrangement with affiliated companies, approved by the domiciliary commissioner, in which the business written is reallocated among the affiliated companies according to a specified percentage. Some affiliated companies may be part of the pool and some may not, and some lines may be included, and some may not. The premiums and losses are to be reported in Schedule P after such pooling arrangements, not before.

Pooled business ceded is that which, if retained instead of ceded, would be pooled among the affiliated companies who are party to the pooling agreement. Any such business that is ceded by the pool participants to non-pooled companies prior to the pooling distribution among the participating companies is considered pooled business ceded. Non-pooled business includes all direct, assumed, and ceded business not subject to pooling, as well as any pooled business that is ceded after the pooling distribution has been made.

Direct and Assumed columns include the participation in any pool. In addition, all direct business not pooled plus assumed business from other than the pool is to be included. Ceded columns include the company’s participation in the pool such as any ceding by the company to companies independent of the pool.

Claim counts should be reported in accordance with the pooling arrangement and should reflect the company’s proportionate share of the total number of claims. If the company’s losses are 40% of the pool, then 40% of the claim count should be reported.

The pooling percentage is to reflect the company’s participation in the pool as of year-end. When changes to pooling agreements impact prior policy years, historical data values in ~~Schedule MG~~Parts 1 and 2 should be restated based on the new pooling percentage. This should be done to present meaningful development patterns in ~~Schedule MG~~this exhibit. When pooling changes only impact future policy years, no restatement of historical values should be made.

Column 7 — Premiums Earned and Other Income Net

Should equal Columns 3 + 4 + 5 — 6.

Column 16 — Total Net Loss and Expense Paid

Should equal Columns 8 + 9 — 10 + 11 + 12 — 13 + 15.

Column 25 — Total Net Loss and LAE Unpaid

Should equal Columns 18 + 19 — 20 + 21 + 22 — 23 + 24.

Column 27 — Losses and Defense & Cost Containment Expenses Incurred Direct

Should equal Columns 8 + 11 + 18 + 21.

Column 28 — Losses and Defense & Cost Containment Expenses Incurred Assumed

Should equal Columns 9 + 12 + 19 + 22.

Column 29 — Losses and Defense & Cost Containment Expenses Incurred Ceded

Should equal Columns 10 + 13 + 20 + 23.

Column 30 — Losses and Defense & Cost Containment Expenses Incurred Net

Should equal Columns 27 + 28 — 29.

Column 31 — Loss and LAE Ratio Direct Basis

Should equal (Columns 15 + 24 + 27)/Column 3.

Column 32 — Loss and LAE Ratio Net Basis

Should equal (Columns 15 + 24 + 30)/(Columns 7 — 5).

Column 33 — Net Loss & LAE Coverage

Should equal (Columns 15 + 24 + 30)/Column 1.

Column 34 — Net Reserves

Should equal Columns 25 — 33.

### **PART 1A – PRIMARY FLOW AND BULK BUSINESS**

Part 1A provides a summary of primary flow and bulk business premium, payments, claims, and reserves by policy year. Columnar headings provide instructions necessary for completion.

Column 2625 — Number of Direct Delinquencies

Should equal Part 2F, Column 910.

### **PART 1B – POOL BUSINESS**

Part 1B provides a summary of pool business premium, payments, claims, and reserves by policy year. Columnar headings provide instructions necessary for completion.

**SCHEDULE MG—Part 1 – SUMMARY, PARTS 1A and PART 1B**

**NOTE: Starting with 2021 reporting, Line 1 and Lines 7 through 12 are required. Lines 2 through 6 will be phased over the years 2022 through 2026.**

Reporting entities should complete Schedule MG report dollar amounts in thousands only but must report all claim counts in whole numbers.

Part 1 is organized so that written premiums for a year are matched with corresponding losses and Defense and Cost Containment expenses (DCC) and Adjusting and Other expenses for policies issued during that year. Experience is shown for direct business, reinsurance assumed, reinsurance ceded and net of reinsurance.

Policy year loss and loss adjustment expense payments and reserves should be assigned to the year in which the policy was written under which coverage is triggered.

NOTE: For “prior,” report amounts paid or received in current year only. Report cumulative amounts paid or received for specific years. Report loss payments net of salvage and subrogation received.

The number of claims closed with payment is to be cumulative by policy year.

Column ~~7~~6 – Premiums Earned and Other Income Net

Should equal Columns 3 + 4 + ~~5~~ – 65.

Column ~~14~~15 – Total Net Loss and Expense Paid

Should equal Columns ~~8~~7 + ~~9~~8 – ~~10~~9 + ~~11~~10 + ~~12~~1 – ~~13~~2 + ~~14~~4.

Column 16 – Number of Claims Closed with Payment (Direct)

Number of claims closed with payment should be reported “per claim” and not “per claimant.”

Column ~~25~~24 – Total Net Loss and LAE Unpaid

Should equal Columns ~~18~~7 + ~~19~~8 – ~~20~~19 + ~~21~~10 + ~~22~~1 – ~~23~~2 + ~~24~~3.

Column 26 – Number of Direct Delinquencies

Should equal Part 2E, Column 10.

Column ~~27~~26 – Losses and Defense ~~&~~and Cost Containment Expenses Incurred Direct

Should equal Columns ~~8~~7 + ~~11~~10 + ~~18~~7 + ~~20~~1.

Column ~~28~~27 – Losses and Defense ~~&~~and Cost Containment Expenses Incurred Assumed

Should equal Columns ~~9~~8 + ~~12~~1 + ~~19~~8 + ~~22~~1.

Column ~~29~~28 – Losses and Defense ~~&~~and Cost Containment Expenses Incurred Ceded

Should equal Columns ~~10~~9 + ~~13~~2 + ~~20~~19 + ~~23~~2.

Column ~~30~~29 – Losses and Defense ~~&~~and Cost Containment Expenses Incurred Net

Should equal Columns ~~2~~76 + ~~28~~7 – ~~29~~8.

Column ~~31~~30 – Loss and LAE Ratio Direct Basis

Should equal (Columns ~~15~~4 + ~~24~~3 + ~~27~~6)/Column 3.

Column ~~3231~~ – Loss and LAE Ratio Net Basis

Should equal  $(\text{Columns } 154 + 243 + 3029) / (\text{Columns } 76 - 5)$ .

Column ~~3332~~ – Net Loss ~~and~~ LAE Coverage

Should equal  $(\text{Columns } 154 + 243 + 3029) / \text{Column } 1$ .

Column ~~3433~~ – Net Reserves

Should equal Columns ~~254~~ – ~~332~~.

#### **SCHEDULE MG – PART 1A – PRIMARY FLOW AND BULK BUSINESS**

~~Part 1A provides a summary of primary flow and bulk business premium, payments, claims, and reserves by policy year. Columnar headings provide instructions necessary for completion.~~

#### **SCHEDULE MG – PART 1B – POOL BUSINESS**

~~Part 1B provides a summary of pool business premium, payments, claims, and reserves by policy year. Columnar headings provide instructions necessary for completion.~~

#### **PART 2**

~~Part 2 provides a historical summary of loss and defense and cost containment expenses development by policy year. Exclude pool business.~~

~~Part 2 displays 20-year loss development triangles on a policy year basis. In Parts 2A and 2B, losses are combined with D&CC. Loss and D&CC development is shown for total incurred; payments, case basis reserves, bulk reserves and incurred but not reported (IBNR) reserves (policy year basis only). Part 2F displays 20-year policy count development triangles on a policy year basis.~~

~~The definition of “prior years” should be the same as that used by the company in Part 1.~~

#### **SCHEDULE MG – PART 2**

##### **PART 2A – POLICY YEAR DIRECT INCURRED LOSS AND DEFENSE & COST CONTAINMENT EXPENSE**

~~Part 2A provides a historical summary of loss and defense & cost containment expenses development by policy year. Columnar headings provide instructions necessary for completion. Exclude pool business.~~

~~The definition of “prior years” should be the same as that used by the company in Part 1.~~

#### **SCHEDULE MG – PART 2A**

##### **PART 2B – POLICY YEAR DIRECT PAID LOSS AND DEFENSE & COST CONTAINMENT EXPENSE**

~~Part 2BA shows cumulative direct loss and defense & cost containment expense payments by year the policy was written as of December 31 of each year shown in Columns 1 to 10. Exclude pool business.~~

#### **SCHEDULE MG – PART 2B**

##### **PART 2C – POLICY YEAR DIRECT CURRENT RISK IN FORCE**

~~Part 2CB provides a policy year summary of direct risk in force. Exclude pool business.~~



**SCHEDULE MG – PART 2C**

**PART 2D – POLICY YEAR DIRECT EARNED PREMIUM**

For ~~Schedule MG~~, Part 2~~DC~~, the premiums to be reported are exposure or coverage year earned premiums, recalculated each subsequent year to reflect audits, retrospective adjustments based on loss experience, accounting lags, etc. Mechanically, the earned premium file would be restated and the earned premium calculation repeated each year. Premium adjustments for policy periods that cover more than one calendar year should be proportionately distributed between the calendar years covered by the policy period. The objective is to develop earned premiums by policy year of coverage consistent with the loss and Defense & Cost Containment expense by policy year. Only policy years 1993 and subsequent must be reported. Exclude pool business.

**SCHEDULE MG – PART 2D**

**PART 2E – POLICY YEAR DIRECT CALCULATED  
STATE REGULATORY MORTGAGE INSURER CAPITAL STANDARD (SRMICS)**

Part 2~~ED~~ provides a policy year summary of the direct calculated State Regulatory Mortgage Insurance Capital Standard (SRMICS). Exclude pool business.

**SCHEDULE MG – PART 2E**

**PART 2F – POLICY YEAR DIRECT DELINQUENCIES**

Part 2~~FE~~ provides a policy year summary of direct delinquencies. Exclude pool business.

## ANNUAL STATEMENT BLANK - PROPERTY

### SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

#### MARCH FILING

#### RESPONSES

1. Will an actuarial opinion be filed by March 1? .....

**Detail Eliminated to Conserve Space**

The following supplemental reports are required to be filed as part of your statement filing **if your company is engaged in the type of business covered by the supplement. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below.** If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**Detail Eliminated to Conserve Space**

#### APRIL FILING

28. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? .....
29. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? .....
30. Will the Accident and Health Policy Experience Exhibit be filed by April 1? .....
31. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? .....
32. Will the regulator-only (non-public) Supplemental Health Care Exhibit's Allocation Report be filed with the state of domicile and the NAIC by April 1? .....
33. Will the Cybersecurity and Identity Theft Insurance Coverage Supplement be filed with the state of domicile and the NAIC by April 1? .....
34. Will the Life, Health & Annuity Guaranty Association Assessable Premium Exhibit – Parts 1 and 2 be filed with the state of domicile and the NAIC by April 1? .....
35. Will the Private Flood Insurance Supplement be filed with the state of domicile and the NAIC by April 1? .....
36. Will the Mortgage Guaranty Insurance Exhibit be filed with the state of domicile and the NAIC by April 1? .....

#### AUGUST FILING

3637. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? .....

**Explanation:**

**Bar Code:**

ANNUAL STATEMENT BLANK - PROPERTY

**MORTGAGE GUARANTY INSURANCE EXHIBIT**

FOR THE YEAR ENDED DECEMBER 31, 20XX

(To Be Filed by April 1)

Of: .....

NAIC Group Code ..... NAIC Company Code ..... Employer's ID Number .....

**SCHEDULE MG – PART 1 – SUMMARY**  
**(\$000 OMITTED)**

Years in Which Policies Written	1 Original Direct Risk In Force	2 Current Direct Risk In Force	Premiums Earned and Other Income					Losses and Defense and Cost Containment Expenses Payments					
			3 Direct Premium	4 Assumed Premium	5 Other Income	6 Ceded Premium	7 Net	Loss Payments			Defense and Cost Containment Expenses Payments		
								8 Direct	9 Assumed	10 Ceded	11 Direct	12 Assumed	13 Ceded
1. Prior.....													
2. 2012.....													
3. 2013.....													
4. 2014.....													
5. 2015.....													
6. 2016.....													
7. 2017.....													
8. 2018.....													
9. 2019.....													
10. 2020.....													
11. 2021.....													
12. Totals													

	<u>143</u>	<u>154</u>	<u>165</u>	<u>176</u>	<u>Losses and Defense and Cost Containment Expenses Unpaid</u>						<u>243</u>	<u>24</u>
	<u>Salvage and Subrogation</u>	<u>Adjusting and Other Expense</u>	<u>Total Net Losses and Expenses Paid</u>	<u>Number of Claims Closed with Payment (Direct)</u>	<u>Known Loss Reserves</u>			<u>IBNR Reserves</u>			<u>Total Net Adjusting and Other Expenses Unpaid</u>	<u>Total Net Losses and LAE Unpaid</u>
					<u>187</u>	<u>198</u>	<u>19</u> <u>Losses and LAE Unpaid Ceded</u>	<u>240</u> <u>Losses and LAE Unpaid Direct</u>	<u>221</u>	<u>232</u>		
<u>Received</u>	<u>Payments</u>	<u>Expenses Paid</u>	<u>(Direct)</u>	<u>Direct</u>	<u>Assumed</u>	<u>Unpaid Ceded</u>	<u>Unpaid Direct</u>	<u>Assumed</u>	<u>Ceded</u>	<u>Unpaid</u>	<u>LAE Unpaid</u>	
<u>1. Prior</u>												
<u>2. 2012</u>												
<u>3. 2013</u>												
<u>4. 2014</u>												
<u>5. 2015</u>												
<u>6. 2016</u>												
<u>7. 2017</u>												
<u>8. 2018</u>												
<u>9. 2019</u>												
<u>10. 2020</u>												
<u>11. 2021</u>												
<u>12. Totals</u>												

	25 Total Net Loss and LAE Unpaid	26 Number of Delinquencies (Direct)	Losses and Defense and Cost Containment Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Coverage	33 Net Reserves
			27	28	29	30	31	32		
			Direct	Assumed	Ceded	Net	Direct Basis	Net Basis		
1. Prior.....										
2. 2012.....										
3. 2013.....										
4. 2014.....										
5. 2015.....										
6. 2016.....										
7. 2017.....										
8. 2018.....										
9. 2019.....										
10. 2020.....										
11. 2021.....										
12. Totals										

**SCHEDULE MG- PART 1A – PRIMARY FLOW AND BULK BUSINESS**  
(S000 OMITTED)

Years in Which Policies Written	1 Original Direct Risk In Force	2 Current Direct Risk In Force	Premiums Earned and Other Income					Losses and Defense and Cost Containment Expenses Payments					
			3 Direct Premium	4 Assumed Premium	5 Other Income	6 Ceded Premium	7 Net	Loss Payments			Defense and Cost Containment Expenses Payments		
								8 Direct	9 Assumed	10 Ceded	11 Direct	12 Assumed	13 Ceded
1. Prior.....													
2. 2012.....													
3. 2013.....													
4. 2014.....													
5. 2015.....													
6. 2016.....													
7. 2017.....													
8. 2018.....													
9. 2019.....													
10. 2020.....													
11. 2021.....													
12. Totals													

	<u>143</u>	<u>154</u>	<u>165</u>	<u>176</u>	<u>Losses and Defense and Cost Containment Expenses Unpaid</u>						<u>243</u>	<u>24</u>
	<u>Salvage and Subrogation Received</u>	<u>Adjusting and Other Expense Payments</u>	<u>Total Net Losses and Expenses Paid</u>	<u>Number of Claims Closed with Payment (Direct)</u>	<u>Known Loss Reserves</u>			<u>IBNR Reserves</u>			<u>Adjusting and Other Expenses Unpaid</u>	<u>Total Net Losses and LAE Unpaid</u>
					<u>187</u>	<u>198</u>	<u>2019</u>	<u>210</u>	<u>212</u>	<u>223</u>		
					<u>Direct</u>	<u>Assumed</u>	<u>Ceded</u>	<u>Direct</u>	<u>Assumed</u>	<u>Ceded</u>		
1. Prior												
2. 2012												
3. 2013												
4. 2014												
5. 2015												
6. 2016												
7. 2017												
8. 2018												
9. 2019												
10. 2020												
11. 2021												
12. Totals												

	25 Total Net Loss and LAE Unpaid	26 Number of Delinquencies (Direct)	Losses and Defense and Cost Containment Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Coverage	33 Net Reserves
			27 Direct	28 Assumed	29 Ceded	30 Net	31 Direct Basis	32 Net Basis		
1. Prior.....										
2. 2012.....										
3. 2013.....										
4. 2014.....										
5. 2015.....										
6. 2016.....										
7. 2017.....										
8. 2018.....										
9. 2019.....										
10. 2020.....										
11. 2021.....										
12. Totals										

**SCHEDULE MG- PART 1B – POOL BUSINESS**  
(\$000 OMITTED)

Years in Which Policies Written	1 Original Direct Risk In Force	2 Current Direct Risk In Force	Premiums Earned and Other Income					Losses and Defense and Cost Containment Expenses Payments					
			3 Direct Premium	4 Assumed Premium	5 Other Income	6 Ceded Premium	7 Net	Loss Payments			Defense and Cost Containment Expenses Payments		
								8 Direct	9 Assumed	10 Ceded	11 Direct	12 Assumed	13 Ceded
1. Prior.....													
2. 2012.....													
3. 2013.....													
4. 2014.....													
5. 2015.....													
6. 2016.....													
7. 2017.....													
8. 2018.....													
9. 2019.....													
10. 2020.....													
11. 2021.....													
12. Totals													

	<u>143</u>	<u>154</u>	<u>165</u>	<u>176</u>	Loss and Defense <del>&amp;</del> and Cost Containment Expenses Unpaid						<u>243</u>	<u>24</u>
	Salvage and Subrogation Received	Adjusting <del>&amp;</del> and Other Expense Payments	Total Net Losses and Expenses Paid	Number of Claims Closed with Payment (Direct)	Known <del>Claim</del> Loss Reserves			IBNR Reserves			Adjusting <del>&amp;</del> and Other Expenses Unpaid	Total Net Losses and LAE Unpaid
					<u>187</u>	<u>198</u>	<u>209</u>	<u>210</u>	<u>221</u>	<u>232</u>		
1. Prior.....					Direct	Assumed	Ceded	Direct	Assumed	Ceded		
2. 2012.....												
3. 2013.....												
4. 2014.....												
5. 2015.....												
6. 2016.....												
7. 2017.....												
8. 2018.....												
9. 2019.....												
10. 2020.....												
11. 2021.....												
12. Totals												

	25 Total Net Loss and LAE Unpaid	26 Number of Delinquencies (Direct)	Losses and Defense and Cost Containment Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Coverage	33 Net Reserves
			27 Direct	28 Assumed	29 Ceded	30 Net	31 Direct Basis	32 Net Basis		
1. Prior.....		XXX								
2. 2012.....		XXX								
3. 2013.....		XXX								
4. 2014.....		XXX								
5. 2015.....		XXX								
6. 2016.....		XXX								
7. 2017.....		XXX								
8. 2018.....		XXX								
9. 2019.....		XXX								
10. 2020.....		XXX								
11. 2021.....		XXX								
12. Totals		XXX								

**SCHEDULE MG- PART 2A – POLICY YEAR DIRECT INCURRED LOSSES AND DEFENSE & AND COST CONTAINMENT EXPENSES**

Years in Which Policies Were Written	Incurred Losses and Defense and Cost Containment Expenses at Year-End (\$000 OMITTED) Including Known Losses and IBNR on Unreported Claims (\$000 OMITTED)									
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021
1. Prior										
2. 2002										
3. 2003										
4. 2004										
5. 2005										
6. 2006										
7. 2007										
8. 2008										
9. 2009										
10. 2010										
11. 2011										
12. 2012										
13. 2013	XXX									
14. 2014	XXX	XXX								
15. 2015	XXX	XXX	XXX							
16. 2016	XXX	XXX	XXX	XXX						
17. 2017	XXX	XXX	XXX	XXX	XXX					
18. 2018	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE MG- PART 2AB – POLICY YEAR DIRECT PAID LOSSES AND DEFENSE & AND COST CONTAINMENT EXPENSES**

Years in Which Policies Were Written	Cumulative Paid Losses and Defense and Cost Containment Expenses at Year-End (\$000 OMITTED)									
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021
1. Prior										
2. 2002										
3. 2003										
4. 2004										
5. 2005										
6. 2006										
7. 2007										
8. 2008										
9. 2009										
10. 2010										
11. 2011										
12. 2012										
13. 2013	XXX									
14. 2014	XXX	XXX								
15. 2015	XXX	XXX	XXX							
16. 2016	XXX	XXX	XXX	XXX						
17. 2017	XXX	XXX	XXX	XXX	XXX					
18. 2018	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE MG—PART 2BC – POLICY YEAR DIRECT CURRENT RISK IN FORCE**

Years in Which Policies Were Written	Direct Current Risk In Force (\$000 OMITTED)									
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021
1. Prior										
2. 2002										
3. 2003										
4. 2004										
5. 2005										
6. 2006										
7. 2007										
8. 2008										
9. 2009										
10. 2010										
11. 2011										
12. 2012										
13. 2013	XXX									
14. 2014	XXX	XXX								
15. 2015	XXX	XXX	XXX							
16. 2016	XXX	XXX	XXX	XXX						
17. 2017	XXX	XXX	XXX	XXX	XXX					
18. 2018	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE MG—PART 2CD – POLICY YEAR DIRECT EARNED PREMIUM**

Years in Which Policies Were Written	Cumulative Direct Earned Premium (\$000 Omitted)									
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021
1. Prior										
2. 2002										
3. 2003										
4. 2004										
5. 2005										
6. 2006										
7. 2007										
8. 2008										
9. 2009										
10. 2010										
11. 2011										
12. 2012										
13. 2013	XXX									
14. 2014	XXX	XXX								
15. 2015	XXX	XXX	XXX							
16. 2016	XXX	XXX	XXX	XXX						
17. 2017	XXX	XXX	XXX	XXX	XXX					
18. 2018	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	



**SCHEDULE MG – PART 2EF – POLICY YEAR DIRECT CALCULATED STATE REGULATED MORTGAGE INSURANCE CAPITAL STANDARD**  
**(SRMICS)**

Years in Which Policies Were Written	Direct Calculated SRMICS (\$000 OMITTED)									
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021
1. Prior										
2. 2002										
3. 2003										
4. 2004										
5. 2005										
6. 2006										
7. 2007										
8. 2008										
9. 2009										
10. 2010										
11. 2011										
12. 2012										
13. 2013	XXX									
14. 2014	XXX	XXX								
15. 2015	XXX	XXX	XXX							
16. 2016	XXX	XXX	XXX	XXX						
17. 2017	XXX	XXX	XXX	XXX	XXX					
18. 2018	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

\*State Regulatory Mortgage Insurance Capital Standard

**SCHEDULE MG – PART 2EF – POLICY YEAR DIRECT DELINQUENCIES**

Years in Which Policies Were Written	Direct Delinquencies (Number of Policy)									
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021
1. Prior										
2. 2002										
3. 2003										
4. 2004										
5. 2005										
6. 2006										
7. 2007										
8. 2008										
9. 2009										
10. 2010										
11. 2011										
12. 2012										
13. 2013	XXX									
14. 2014	XXX	XXX								
15. 2015	XXX	XXX	XXX							
16. 2016	XXX	XXX	XXX	XXX						
17. 2017	XXX	XXX	XXX	XXX	XXX					
18. 2018	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**Blanks (E) Working Group**  
**Editorial Revisions to the Blanks and Instructions**  
*(presented at the May 26, 2021, Meeting)*

Statement Type:

**H** = Health; **L/F** = Life/Fraternal Combined; **P/C** = Property/Casualty; **SA** = Separate Accounts; **T** = Title

Effective	Table Name	Description	Statement Type	Filing Type
2021	Accident and Health Policy Experience Exhibit	<p><b>CHANGE TO BLANK</b></p> <p>Removed United States Policy Forms from header as alien amounts were to be included on line D1 and will need to be included for validations to tie.</p> <p>Deleted line 19 in the Individual section and renumbered as it was a duplication of line 20.</p>	H, L/F, P/C	Annual
2021	Accident and Health Policy Experience Exhibit	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Add clarifying instruction on transitioning to by state reporting of the exhibit in 2022.</p> <p style="text-align: center;"><b><u>ACCIDENT AND HEALTH POLICY EXPERIENCE EXHIBIT</u></b></p> <p>This exhibit is required to be filed no later than April 1.</p> <p>A schedule must be prepared <del>and submitted to the state of domicile</del> for each jurisdiction in which the company has Written Premium (Direct), Earned Premium (Direct, Assumed and Ceded) or Incurred Claims (Direct, Assumed and Ceded). In addition, a schedule must be prepared and submitted that contains the grand total (GT) for the company.</p> <p style="text-align: center;">*****</p> <hr style="border: 1px solid black;"/> <p style="text-align: center;"><b><u>For 2021 Reporting Only</u></b></p> <p><u>For 2021, the reporting entity can choose to complete a separate page for each jurisdiction (plus an OT for other than US) and the Grand Total (GT) page or the reporting entity can submit a page for their state of domicile and the Grand Total (GT) page.</u></p> <p style="text-align: center;">*****</p>	H, L/F, P/C	Annual

Effective	Table Name	Description	Statement Type	Filing Type																																																							
2021	Schedule F, Part 3	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Make the following changes to Column 34 to be consistent with changes made in the Property RBC Instructions.</p> <p>Column 34 – Reinsurer Designation Equivalent</p> <p>Following is a listing of the valid codes.</p> <table><tr><td>1</td><td>2</td><td>3</td><td>4</td><td>5</td><td>6</td></tr></table> <p>The equivalent designation category assigned will correspond to a current financial strength rating received from <del>an one of the approved rating agency agencies</del> as outlined in the table below. Ratings shall be based on interactive communication between the rating agency and the <del>assuming reinsurer</del> and shall not be based solely on publicly available information. If the reinsurer does not have at least one financial strength rating, it should be assigned the “Vulnerable 6 or Unrated Reinsurers” equivalent rating. Amounts recoverable from unrated voluntary pools should be assigned the <del>“reinsurer equivalent code of Secure 3.”</del> <u>equivalent rating.</u></p> <p><del>An</del> <u>For</u> authorized associations including incorporated and individual unincorporated underwriters or a member thereof (<u>e.g. individual authorized syndicates of Lloyds’ of London that are backed by the Central Fund</u>), <del>may</del> utilize the lowest financial strength group rating received from an approved rating agency.</p> <table><tr><th colspan="7">Reinsurer Designation Equivalent Category</th></tr><tr><th>Code</th><th>1</th><th>2</th><th>3</th><th>4</th><th>5</th><th>6</th></tr><tr><td>Description</td><td>Secure 1</td><td>Secure 2</td><td>Secure 3</td><td>Secure 4</td><td>Secure 5</td><td>Vulnerable 6 or Unrated Reinsurers</td></tr><tr><td><u>A.M. Best</u></td><td>A++</td><td>A+</td><td>A</td><td>A-</td><td>B++, B+</td><td>B, B-, C++, C+, C, C-, D, E, F</td></tr><tr><td><u>Standard &amp; Poor’s</u></td><td>AAA</td><td>AA+, AA, AA-</td><td>A+, A</td><td>A-</td><td>BBB+, BBB, BBB-</td><td>BB+, BB, BB-, B+, B, B-, CCC, CC, C, D, R</td></tr><tr><td>Moody's</td><td>Aaa</td><td>Aa1, Aa2, Aa3</td><td>A1, A2</td><td>A3</td><td>Baa1, Baa2, Baa3</td><td>Ba1, Ba2, Ba3, B1, B2, B3, Caa, Ca, C</td></tr><tr><td>Fitch</td><td>AAA</td><td>AA+, AA, AA-</td><td>A+, A</td><td>A-</td><td>BBB+, BBB, BBB-</td><td>BB+, BB, BB-, B+, B, B-, CCC, CC, C, D, R</td></tr></table>	1	2	3	4	5	6	Reinsurer Designation Equivalent Category							Code	1	2	3	4	5	6	Description	Secure 1	Secure 2	Secure 3	Secure 4	Secure 5	Vulnerable 6 or Unrated Reinsurers	<u>A.M. Best</u>	A++	A+	A	A-	B++, B+	B, B-, C++, C+, C, C-, D, E, F	<u>Standard &amp; Poor’s</u>	AAA	AA+, AA, AA-	A+, A	A-	BBB+, BBB, BBB-	BB+, BB, BB-, B+, B, B-, CCC, CC, C, D, R	Moody's	Aaa	Aa1, Aa2, Aa3	A1, A2	A3	Baa1, Baa2, Baa3	Ba1, Ba2, Ba3, B1, B2, B3, Caa, Ca, C	Fitch	AAA	AA+, AA, AA-	A+, A	A-	BBB+, BBB, BBB-	BB+, BB, BB-, B+, B, B-, CCC, CC, C, D, R	P/C	Annual
1	2	3	4	5	6																																																						
Reinsurer Designation Equivalent Category																																																											
Code	1	2	3	4	5	6																																																					
Description	Secure 1	Secure 2	Secure 3	Secure 4	Secure 5	Vulnerable 6 or Unrated Reinsurers																																																					
<u>A.M. Best</u>	A++	A+	A	A-	B++, B+	B, B-, C++, C+, C, C-, D, E, F																																																					
<u>Standard &amp; Poor’s</u>	AAA	AA+, AA, AA-	A+, A	A-	BBB+, BBB, BBB-	BB+, BB, BB-, B+, B, B-, CCC, CC, C, D, R																																																					
Moody's	Aaa	Aa1, Aa2, Aa3	A1, A2	A3	Baa1, Baa2, Baa3	Ba1, Ba2, Ba3, B1, B2, B3, Caa, Ca, C																																																					
Fitch	AAA	AA+, AA, AA-	A+, A	A-	BBB+, BBB, BBB-	BB+, BB, BB-, B+, B, B-, CCC, CC, C, D, R																																																					

Effective	Table Name	Description	Statement Type	Filing Type
		<u>See the Property Risk-Based Capital instructions for examples of use and determination of the Reinsurer Designation Equivalent.</u>		
2021	Supplemental Investment Risks Interrogatories	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Modify the instructions as shown below to clarify preferred stock reporting for Line 3.</p> <p>Line 3      –      Report by NAIC designation, the amounts and percentages of the reporting entity’s total admitted assets held in bonds and preferred stocks <u>(perpetual preferred and redeemable preferred)</u>.</p> <p>Report the total amount for each subcategory. The amounts reported in the bond subcategories should be consistent with the amounts reported in Schedule D, Part 1A, Section 1, Column 7, Lines 11.1 – 11.6. Schedule D, Part 1A, Section 1 is reported gross and will not tie to this line if any amounts are reported and nonadmitted for bonds and preferred stocks on the asset page.</p> <p><u>The amounts reported in the preferred stock subcategories should be consistent with the amounts reported in Asset Page, Column 3, Lines 2.1.</u></p>	H, L/F, P/C, T	Annual
2022	Schedule DL, Part 1	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Remove the “\$” code for certificates of deposit to be consistent with the change for Schedule D, Part 1 adopted with 2020-35BWG. This change should have been included in original proposal.</p> <p>Column 3      –      Code</p> <p>Enter “*” in this column for all SVO Identified Funds designated for systematic value.</p> <p>Enter “@” in this column for all Principal STRIP Bonds or other zero coupon bonds.</p> <p><del>Enter “\$” in this column for Certificates of Deposit under the FDIC limit.</del></p> <p>Enter “&amp;” in this column for To Be Announced (TBA) securities.</p> <p>If assets are not under the exclusive control of the company as shown in the General Interrogatories, they are to be identified by placing one of the codes <b>(identified in the Investment Schedules General Instructions)</b> in this column.</p>	H, L/F, P/C, T	Quarterly

Effective	Table Name	Description	Statement Type	Filing Type
		If the security is an SVO Identified Fund designated for systematic value, Principal STRIP bond or other zero coupon bond, certificates of deposit under the FDIC limit or a To Be Announced (TBA) security and is not under the exclusive control of the company, the “*”, “@”, “\$” or “&” should appear first, immediately followed by the appropriate code ( <b>identified in the Investment Schedules General Instructions</b> ).		
2022	Schedule DL, Part 2	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Remove the “\$” code for certificates of deposit to be consistent with the change for Schedule D, Part 1 adopted with 2020-35BWG. This change should have been included in original proposal.</p> <p>Column 3      –      Code</p> <p>Enter “*” in this column for all SVO Identified Funds designated for systematic value.</p> <p>Enter “@” in this column for all Principal STRIP Bonds or other zero coupon bonds.</p> <p><del>Enter “\$” in this column for Certificates of Deposit under the FDIC limit.</del></p> <p>Enter “&amp;” in this column for To Be Announced (TBA) securities.</p> <p>If assets are not under the exclusive control of the company as shown in the General Interrogatories, they are to be identified by placing one of the codes (<b>identified in the Investment Schedules General Instructions</b>) in this column.</p> <p>If the security is an SVO Identified Fund designated for systematic value, Principal STRIP bond or other zero coupon bond, certificates of deposit under the FDIC limit or a To Be Announced (TBA) security and is not under the exclusive control of the company, the “*”, “@”, “\$” or “&amp;” should appear first, immediately followed by the appropriate code (<b>identified in the Investment Schedules General Instructions</b>).</p>	H, L/F, P/C, T	Quarterly

Effective	Table Name	Description	Statement Type	Filing Type
2022	Schedule DL, Part 1	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Remove the “\$” code for certificates of deposit to be consistent with the change for Schedule D, Part 1 adopted with 2020-35BWG. This change should have been included in original proposal.</p> <p>Column 3      –      Code</p> <p>Enter “*” in this column for all SVO Identified Funds designated for systematic value.</p> <p>Enter “@” in this column for all Principal STRIP Bonds or other zero-coupon bonds.</p> <p><del>Enter “\$” in this column for Certificates of Deposit under the FDIC limit.</del></p> <p>Enter “&amp;” in this column for TBA (To Be Announced) securities.</p> <p>Enter “^” in this column for all assets that are bifurcated between the insulated separate account filing and the non-insulated separate account filing.</p> <p>If assets are not under the exclusive control of the company as shown in the General Interrogatories, they are to be identified by placing one of the codes (<b>identified in the Investment Schedules General Instructions</b>) in this column.</p> <p>If the security is an SVO Identified Fund designated for systematic value, Principal STRIP bond or other zero coupon bond, certificates of deposit under the FDIC limit or a TBA (To Be Announced) security and is not under the exclusive control of the company, the “*”, “@”, “\$” or “&amp;” should appear first, immediately followed by the appropriate code (<b>identified in the Investment Schedules General Instructions</b>).</p> <p><b><u>Separate Account Filing Only:</u></b></p> <p>If the asset is a bifurcated asset between the insulated separate account filing and the non-insulated separate account filing, the “^” should appear first and may be used simultaneously with the “*”, “@”, “\$” or “&amp;” with the “^” preceding the other characters (“*”, “@”, “\$” or “&amp;”) depending on the asset being reported, immediately followed by the appropriate code (<b>identified in the Investment Schedules General Instructions</b>).</p>	H, L/F, P/C, T	Annual

Effective	Table Name	Description	Statement Type	Filing Type
2022	Schedule DL, Part 2	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Remove the “\$” code for certificates of deposit to be consistent with the change for Schedule D, Part 1 adopted with 2020-35BWG. This change should have been included in original proposal.</p> <p>Column 3      –      Code</p> <p>Enter “*” in this column for all SVO Identified Funds designated for systematic value.</p> <p>Enter “@” in this column for all Principal STRIP Bonds or other zero-coupon bonds.</p> <p><del>Enter “\$” in this column for Certificates of Deposit under the FDIC limit.</del></p> <p>Enter “&amp;” in this column for TBA (To Be Announced) securities.</p> <p>Enter “^” in this column for all assets that are bifurcated between the insulated separate account filing and the non-insulated separate account filing.</p> <p>If assets are not under the exclusive control of the company as shown in the General Interrogatories, they are to be identified by placing one of the codes (<b>identified in the Investment Schedules General Instructions</b>) in this column.</p> <p>If the security is an SVO Identified Fund designated for systematic value, Principal STRIP bond or other zero coupon bond, certificates of deposit under the FDIC limit or a TBA (To Be Announced) security and is not under the exclusive control of the company, the “*”, “@”, “\$” or “&amp;” should appear first, immediately followed by the appropriate code (<b>identified in the Investment Schedules General Instructions</b>).</p> <p><b><u>Separate Account Filing Only:</u></b></p> <p>If the asset is a bifurcated asset between the insulated separate account filing and the non-insulated separate account filing, the “^” should appear first and may be used simultaneously with the “*”, “@”, “\$” or “&amp;” with the “^” preceding the other characters (“*”, “@”, “\$” or “&amp;”) depending on the asset being reported, immediately followed by the appropriate code (<b>identified in the Investment Schedules General Instructions</b>).</p>	H, L/F, P/C, T	Annual

Effective	Table Name	Description	Statement Type	Filing Type
2021	General Instructions	<b>CHANGE TO INSTRUCTION</b> Modify the instruction on minimum font size to read as shown. b. No font smaller than <del>86</del> -point type for the annual statement <del>or 6 point type for the Long Term Care Experience Reporting Forms 1 through 5 and all investment schedules</del> may be used. Ornate fonts may not be used.	H	Annual
2021	General Instructions	<b>CHANGE TO INSTRUCTION</b> Modify the instruction on minimum font size to read as shown. b. No font smaller than <del>86</del> -point type for the annual statement <del>or 6 point type for the Long Term Care Experience Reporting Forms 1 through 5 and all investment schedules</del> may be used. Ornate fonts may not be used.	L/F	Annual
2021	General Instructions	<b>CHANGE TO INSTRUCTION</b> Modify the instruction on minimum font size to read as shown. b. No font smaller than <del>86</del> -point type for the annual statement <del>or 6 point type for the Long Term Care Experience Reporting Forms 1 through 5, Exhibit of Premiums and Losses (Statutory Page 14) and all investment schedules</del> may be used. Ornate fonts may not be used.	P/C	Annual
2021	General Instructions	<b>CHANGE TO INSTRUCTION</b> Modify the instruction on minimum font size to read as shown. b. No font smaller than <del>86</del> -point type for the annual statement <del>or 6 point type for all investment schedules</del> may be used. Ornate fonts may not be used.	T	Annual
2021	Schedule A, Part 1	<b>CHANGE TO INSTRUCTION</b> Modify the instructions as shown below Column 8      –      Amount of Encumbrances  Properties may be mortgaged and the outstanding principal balance, excluding accrued interest, of all liens at December 31 of the current year should be reported in this column.  <u>Amount reported for encumbrances should not be less than zero.</u>	H, L/F, P/C, T	Annual



Effective	Table Name	Description	Statement Type	Filing Type
2021	Supplemental Health Care Exhibit – Part 2	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Remove crosscheck because Accident and Health Policy Experience Exhibit, Part 4 has been eliminated.</p> <p>Column 13 – Total</p> <p>For Part 2, the GT (Grand Total) page:</p> <ul style="list-style-type: none"> <li>Column 13, Line 1.16 (Net Premiums Earned) should equal the Accident and Health Policy Experience Exhibit, <del>Part 4</del>, Column 1, Line <u>D26</u> (<u>Grand Total Individual, Group and Other Business</u>) minus Line <u>D12</u> (<del>Other Total Non-U.S. Policy Forms Direct Business</del>).</li> <li>Column 13, Line 1.11 (Total Direct Premiums Earned) minus Line 1.5 (Paid Rate Credits) minus Line 1.8 (Change in Reserve for Rate Credits) plus Line 1.15 (Other Adjustments Due to MLR Calculation – Premiums) should equal the Accident and Health Policy Experience Exhibit, <del>Part 4</del>, Column <u>24</u>, Line <u>D2</u> (<u>Grand Total Individual, Group and Other Business</u>) minus Line <u>D1</u> (<del>U.S. Total Non-U.S. Policy Forms Direct Business</del>).</li> <li>Column 13, Line 2.20 (Net Incurred Claims) minus Line 2.11 (Incurred Medical Incentive Pools and Bonuses) should equal the Accident and Health Policy Experience Exhibit, <del>Part 4</del>, Columns <u>92</u> plus <u>103</u>, Line <u>D26</u> (<u>Grand Total Individual, Group and Other Business</u>) minus Line <u>D12</u> (<del>Other Total Non-U.S. Policy Forms Direct Business</del>).</li> <li>Column 13, Line 2.15 (Total Incurred Claims) minus Line 2.8 (Paid Rate Credits) minus Line 2.9 (Reserve for Rate Credits Current Year) plus Line 2.10 (Reserve for Rate Credits Prior Year) minus Line 2.11 (Incurred Medical Incentive Pools and Bonuses) plus Line 2.19 (Other Adjustments Due to MLR Calculation – Claims) should equal the Accident and Health Policy Experience Exhibit, <del>Part 4</del>, Columns <u>62</u> plus <u>103</u>, Line <u>D2</u> (<u>Grand Total Individual, Group and Other Business</u>) minus Line <u>D1</u> (<del>U.S. Total Non-U.S. Policy Forms Direct Business</del>).</li> </ul> <p>NOTE: If the reporting entity has a Premium Deficiency Reserve, they will fail the crosschecks above due to the Accident and Health Policy Experience Exhibit excluding Premium Deficiency Reserve. The reporting entity should provide that explanation for the crosscheck failure.</p>	H, L/F, P/C	Annual

Effective	Table Name	Description	Statement Type	Filing Type
2021	Schedule BA, Part 1 FN Schedule D, Part 1 FN Schedule D, Part 2, Sn 1 FN Schedule D, Part 2, Sn 2 FN Schedule DA, Part 1 FN Schedule E, Part 2 FN	<b>CHANGE TO BLANK</b>  Insert line numbers at beginning of footnote rows to distinguish between line numbers and designation categories.  1. Book/Adjusted Carrying Value by NAIC Designation Category Footnote: 1A \$ ..... 1B \$ ..... 1C \$ ..... 1D \$ ..... 1E \$ ..... 1F \$ ..... 1G \$ ..... 1B 2A \$ ..... 2B \$ ..... 2C \$ ..... 1C 3A \$ ..... 3B \$ ..... 3C \$ ..... 1D 4A \$ ..... 4B \$ ..... 4C \$ ..... 1E 5A \$ ..... 5B \$ ..... 5C \$ ..... 1F 6 \$ .....	H, L/F, P/C, T, SA	Annual
2021	Schedule DL, Part 1 FN	<b>CHANGE TO BLANK</b>  Insert line numbers at beginning of footnote rows to distinguish between line numbers and designation categories.  3. Book/Adjusted Carrying Value by NAIC Designation Category Footnote: 3A 1A \$ ..... 1B \$ ..... 1C \$ ..... 1D \$ ..... 1E \$ ..... 1F \$ ..... 1G \$ ..... 3B 2A \$ ..... 2B \$ ..... 2C \$ ..... 3C 3A \$ ..... 3B \$ ..... 3C \$ ..... 3D 4A \$ ..... 4B \$ ..... 4C \$ ..... 3E 5A \$ ..... 5B \$ ..... 5C \$ ..... 3F 6 \$ .....	H, L/F, P/C, T, SA	Annual
2021	Schedule Y, Part 3	<b>CHANGE TO INSTRUCTION</b>  Make the modification for Columns 5 and 6 shown below. These edit to proposal 2020-37BWG were made to the wrong column.  Column 5 — Ultimate Controlling Party  Provide the name of <del>the ultimate controlling party</del> all U.S. insurance groups (which is consistent with the ‘Group Name’ on Schedule Y—Part 1A) controlled by of the entity reported in Column 2. <del>If an entity reported in Column 5 is not part of an insurance group, provide the name of the individual insurance entity.</del> Within Schedule Y, the terms “Ultimate Controlling Party” and “Ultimate Controlling Entity(ies)/Person(s)” are used interchangeably.  Column 6 — U.S. Insurance Groups or Entities Controlled by Column 5  Provide the names of all U.S. insurance groups (which is consistent with the ‘Group Name’ on Schedule Y—Part 1A) or entities controlled by the entity reported in Column 5. <del>If an entity reported in Column 5 is not part of an insurance group, provide the name of the individual insurance entity.</del>	H, L/F, P/C, T	Annual

Effective	Table Name	Description	Statement Type	Filing Type												
2021	Notes to Financial Statements	<p><b>CHANGE TO INSTRUCTION</b></p> <p>Modify the column description for Column 6 of Note 10O as shown below to match update to instructions.</p> <table><tr><td>1</td><td>2</td><td>3</td><td>4</td><td>5</td><td>6</td></tr><tr><td>Entity</td><td>Reporting Entity's Share of Net Income (Loss)</td><td>Accumulated Share of Net Income (Losses)</td><td>Reporting Entity's Share of Equity, Including Negative Equity</td><td>Guaranteed Obligation / Commitment for Financial Support (Yes/No)</td><td><u>Amount of the Recognized Guarantee Under SSAP No. 5R</u> <del>Reported Value</del></td></tr></table>	1	2	3	4	5	6	Entity	Reporting Entity's Share of Net Income (Loss)	Accumulated Share of Net Income (Losses)	Reporting Entity's Share of Equity, Including Negative Equity	Guaranteed Obligation / Commitment for Financial Support (Yes/No)	<u>Amount of the Recognized Guarantee Under SSAP No. 5R</u> <del>Reported Value</del>	H, L/F, P/C, T	Annual
1	2	3	4	5	6											
Entity	Reporting Entity's Share of Net Income (Loss)	Accumulated Share of Net Income (Losses)	Reporting Entity's Share of Equity, Including Negative Equity	Guaranteed Obligation / Commitment for Financial Support (Yes/No)	<u>Amount of the Recognized Guarantee Under SSAP No. 5R</u> <del>Reported Value</del>											

w:\national meetings\2021\summer\tf\app\blankswg\minutes\att two-a9\_blanks editorial changes may 2021.docx

## NAIC BLANKS (E) WORKING GROUP

### Blanks Agenda Item Submission Form

<p style="text-align: right;"><b>DATE:</b> <u>04/15/2021</u></p> <p><b>CONTACT PERSON:</b> _____</p> <p><b>TELEPHONE:</b> _____</p> <p><b>EMAIL ADDRESS:</b> _____</p> <p><b>ON BEHALF OF:</b> _____</p> <p><b>NAME:</b> <u>Kim Hudson</u></p> <p><b>TITLE:</b> _____</p> <p><b>AFFILIATION:</b> <u>California Department of Insurance</u></p> <p><b>ADDRESS:</b> <u>300 South Spring St.</u> <u>Los Angeles, CA 90013</u></p>	<p style="text-align: center;"><b><u>FOR NAIC USE ONLY</u></b></p> <p>Agenda Item # <u>2021-10BWG</u></p> <p>Year <u>2022</u></p> <p>Changes to Existing Reporting <input checked="" type="checkbox"/> [ X ]</p> <p>New Reporting Requirement <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</u></b></p> <p>No Impact <input checked="" type="checkbox"/> [ X ]</p> <p>Modifies Required Disclosure <input type="checkbox"/> [ ]</p> <hr/> <p style="text-align: center;"><b><u>DISPOSITION</u></b></p> <p><input type="checkbox"/> [ ] Rejected For Public Comment</p> <p><input type="checkbox"/> [ ] Referred To Another NAIC Group</p> <p><input type="checkbox"/> [ ] Received For Public Comment</p> <p><input checked="" type="checkbox"/> [ X ] Adopted Date <u>07/22/2021</u></p> <p><input type="checkbox"/> [ ] Rejected Date _____</p> <p><input type="checkbox"/> [ ] Deferred Date _____</p> <p><input type="checkbox"/> [ ] Other (Specify) _____</p>
--	---

### BLANK(S) TO WHICH PROPOSAL APPLIES

- |   |   |   |
|---|---|---|
| <input type="checkbox"/> [ ] ANNUAL STATEMENT                               | <input type="checkbox"/> [ ] INSTRUCTIONS             | <input type="checkbox"/> [ ] CROSSCHECKS        |
| <input checked="" type="checkbox"/> [ X ] QUARTERLY STATEMENT               | <input checked="" type="checkbox"/> [ X ] BLANK       |   |
| <input checked="" type="checkbox"/> [ X ] Life, Accident & Health/Fraternal | <input type="checkbox"/> [ ] Separate Accounts        | <input checked="" type="checkbox"/> [ X ] Title |
| <input checked="" type="checkbox"/> [ X ] Property/Casualty                 | <input type="checkbox"/> [ ] Protected Cell           | <input type="checkbox"/> [ ] Other _____        |
| <input checked="" type="checkbox"/> [ X ] Health                            | <input type="checkbox"/> [ ] Health (Life Supplement) |   |

Anticipated Effective Date: 1<sup>st</sup> Quarter 2022

### IDENTIFICATION OF ITEM(S) TO CHANGE

Remove language in quarterly General Interrogatories Part 1, line 4.1 that requires filing of a quarterly merger/history form. The annual form shall still be required.

### REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE\*\*

Proposal 2017-21BWG added language to the General Interrogatories to require filing a merger/history form for annual and quarterly statements. The annual form works as intended. It is used for IRIS calculations, as well as validations. The quarterly form does not function with the database system as currently designed. Therefore, the requirement to file quarterly should be removed.

### NAIC STAFF COMMENTS

Comment on Effective Reporting Date: \_\_\_\_\_

Other Comments:

**\*\* This section must be completed on all forms.**

**Revised 7/18/2018**

## QUARTERLY STATEMENT BLANK – LIFE\FRATERNAL, HEALTH, PROPERTY AND TITLE

### GENERAL INTERROGATORIES

#### PART 1 – COMMON INTERROGATORIES

##### GENERAL

- |   |  |
|---|--|
| 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? | Yes <input type="checkbox"/> No <input type="checkbox"/> |
| 1.2 If yes, has the report been filed with the domiciliary state?   | Yes <input type="checkbox"/> No <input type="checkbox"/> |
| 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?                       | Yes <input type="checkbox"/> No <input type="checkbox"/> |
| 2.2 If yes, date of change:   | _____  |
| 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?                           | Yes <input type="checkbox"/> No <input type="checkbox"/> |
| If yes, complete Schedule Y, Parts 1 and 1A.  |  |
| 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end?  | Yes <input type="checkbox"/> No <input type="checkbox"/> |
| 3.3 If the response to 3.2 is yes, provide a brief description of those changes.<br>.....<br>.....  |  |
| 3.4 Is the reporting entity publicly traded or a member of a publicly traded group?   | Yes <input type="checkbox"/> No <input type="checkbox"/> |
| 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.   | _____  |
| 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?   | Yes <input type="checkbox"/> No <input type="checkbox"/> |
| If yes, complete and file the merger history data file with the NAIC.   |  |



W:\National Meetings\2021\Summer\TF\App\BlanksWG\minutes\Att Two-B\_2021-10BWG.doc

**Blanks (E) Working Group**  
**Editorial Revisions to the Blanks and Instructions**  
*(presented at the July 22, 2021, Meeting)*

Statement Type:

**H** = Health; **L/F** = Life/Fraternal Combined; **P/C** = Property/Casualty; **SA** = Separate Accounts; **T** = Title

Effective			Statement Type	Filing Type
2021	Separate Accounts General Interrogatories	<b>CHANGE TO BLANK</b>  Int. 1.01: Block entry for column 4, all total lines as it is a Yes/No response. Lines numbers updated to accommodate electronic data collection. (e.g., line 1.01A is presented as 1.01A0001 and total lines presented as 1.01A9999)	L/F	Annual
2021	General Interrogatories	<b>CHANGE TO BLANK</b>  With adoption of new Schedule Y Part 3, added reference to line 1.1.  <i>Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?</i> <i>If yes, complete Schedule Y, Parts 1, 1A, 2 and 3.</i>	H, L/F, P/C, T	Annual
2021	Mortgage Guaranty Insurance Exhibit Part 1 Summary	<b>CHANGE TO BLANK</b>  Change column heading for column 19 to Ceded and column 20 to Direct. These were changed erroneously. This corrects them to align with Parts 1A and 1B.	P	Annual
2021	Mortgage Guaranty Insurance Exhibit Part 1 Summary, Part 1A and Part 1B	<b>CHANGE TO BLANK</b>  Block entry for columns 30 through 32, line 12. No need to sum ratio columns.	P	Annual
2021	Mortgage Guaranty Insurance Exhibit Part 1 Summary, Part 1A and Part 1B	<b>CHANGE TO BLANK</b>  Column 23 reads “Total net adjusting and other expenses unpaid”. The word “Total” is being removed so that it simply reads “net adjusting and other expenses unpaid”	P	Annual

Effective			Statement Type	Filing Type
2021	Mortgage Guaranty Insurance Exhibit Part 1 Summary, Part 1A and Part 1B	<b>CHANGE TO BLANK</b>  Clarify the data being requested for Column 32. the title of that column is “Net Loss and LAE Coverage” to make it clear what is being requested the title is being changed to “Net Loss and LAE as a % of Original Risk in Force”.	P	Annual
2021	Mortgage Guaranty Insurance Exhibit Part 1 Summary, Part 1A and Part 1B	<b>CHANGE TO BLANK</b>  Duplication in the data is being requested. Columns 24 asks for “Total net losses and LAE unpaid” and Column 33 which asks for “Net Reserves”, Column 33 is being removed.	P	Annual
2021	Mortgage Guaranty Insurance Exhibit Part 1 Summary, Part 1A and Part 1B	<b>CHANGE TO INSTRUCTIONS</b>  Clarify the data being requested for Column 32. the title of that column is “Net Loss and LAE Coverage” to make it clear what is being requested the title is being changed to “Net Loss and LAE as a % of Original Risk in Force”.	P	Annual
2021	Mortgage Guaranty Insurance Exhibit Part 1 Summary, Part 1A and Part 1B	<b>CHANGE TO INSTRUCTIONS</b>  Duplication in the data is being requested. Columns 24 asks for “Total net losses and LAE unpaid” and Column 33 which asks for “Net Reserves”, Column 33 is being removed.	P	Annual

w:\national meetings\2021\summer\tf\app\blankswg\minutes\att two-c\_blanks editorial changes july 2021.docx

June 1, 2021

TO: Jacob Garn, Chair  
Blanks (E) Working Group  
Sent via email

FROM: Marti Hooper, Chair  
Health Actuarial (B) Task Force

DATE: June 1, 2021

SUBJECT: Health Actuarial Statement of Opinion Guidance for the 2021 Reporting Year

Dear Mr. Garn,

The Actuarial Standards Board received comments while exposing Actuarial Standard of Practice (ASOP) No. 28 that indicated some actuaries felt the NAIC Health Annual Statement instructions regarding Statements of Actuarial Opinion were not in concert with the proposed ASOP. The Annual Statement instructions specifically addressed the treatment of actuarial liabilities, but not actuarial assets. To avoid future confusion on the matter, we intend to update the wording for the 2022 instructions to clarify that both actuarial liabilities and assets should be considered in the opinion. We view this as a clarification and not a change in practice; actuaries should be considering actuarial assets when making Statements of Actuarial Opinion.

Thank You,  
Marti Hooper

Cc: Paul Lombardo, Jaak Sundberg, Mary Caswell, Calvin Ferguson, Eric King

w:\national meetings\2021\summer\tf\app\blankswg\minutes\att two-d\_health sao 2021 guidance memo.docx

Washington, DC 444 North Capitol Street NW, Suite 700, Washington, DC 20001-1509	p   202 471 3990	f   816 460 7493
Kansas City 1100 Walnut Street NW, Suite 1500, Kansas City, MO 64106-2197	p   816 842 3600	f   816 783 8175
New York One New York Plaza, Suite 4210, New York, NY 20004	p   212 398 9000	f   212 382 4207

www.naic.org