



NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS

Date: 3/4/21

*Virtual Meeting
(in lieu of meeting at the 2021 Spring National Meeting)*

BLANKS (E) WORKING GROUP

Tuesday, March 16, 2021

12:00 – 1:00 p.m. ET / 11:00 a.m. – 12:00 p.m. CT / 10:00 – 11:00 a.m. MT / 9:00 – 10:00 a.m. PT

ROLL CALL

| | | | |
|----------------------------------|----------------------|-------------------------------------|---------------|
| Jake Garn, Chair | Utah | Patricia Gosselin | New Hampshire |
| Kim Hudson, Vice Chair | California | John Sirovetz | New Jersey |
| Wally Thomas | Alaska | Tracy Snow | Ohio |
| William Arfanis | Connecticut | Diane Carter | Oklahoma |
| Dave Lonchar | Delaware | Ryan Keeling | Oregon |
| N. Kevin Brown | District of Columbia | Kimberly Rankin/ Melissa Greiner | Pennsylvania |
| Carolyn Morgan | Florida | Trey Hancock | Tennessee |
| Roy Eft | Indiana | Shawn Frederick | Texas |
| Daniel Mathis | Iowa | Steve Drutz | Washington |
| Dan Schaefer | Nebraska | Jamie Taylor | West Virginia |
| Debbie Doggett/Danielle Smith | Missouri | Randy Milquet | Wisconsin |
| Lindsay Crawford/Justin Schrader | Nebraska | | |

NAIC Support Staff: Mary Caswell/Calvin Ferguson/Julie Gann

AGENDA

1. Consider Adoption of its Dec. 16 Minutes—*Jake Garn (UT)* Attachment A
2. Consider Adoption of Items Previously Exposed—*Jake Garn (UT)*
 - a) **2020-32BWG** – Add a new Health Care Receivables Supplement to the Life\Fraternal Annual Statement that adds Exhibits 3 and 3A from the Health Annual Statement to the to the Life\Fraternal annual filings. Add a guidance document reference to Exhibit 3A of the Health Annual Statement. Attachment B
 - b) **2020-33BWG Modified** – Modify Annual Statement Lines (ASLs) used on Underwriting and Investment (U&I) Exhibits, State Page and Insurance Expense Exhibit (IEE). Change Health ASL categories used in Property to be consistent with other statement types. Update ASL references used in crosschecks. Update definitions used in the appendix for the Health ASLs. See next page for details. Attachment C
 - c) **2020-34BWG** – Add definitions for the Occupational Accident, Fiduciary Liability, Premises and Operations (OL&T and M&C), Professional Errors and Omissions Liability, Kidnap & Ransom Liability and Tuition Reimbursement Plans products to the appropriate line of business in the appendix. Attachment D
 - d) **2020-35BWG Modified** – Expand the number of characters used from seven to 10 in the investment line categories for Schedules D, DA, DL and E excluding Schedule D, Part 6 (Sections 1 and 2) and Schedule E (Part 1 and 3). Add line categories for Unaffiliated Certificates of Deposit and Exchange Traded Funds. Split the line categories for Mutual Funds, Investment Unit Trusts and Closed-



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- End Funds into lines indicating if the fund has been assigned a designation by the Securities Valuation Office (SVO). Make changes to Summary Investment Schedule, Summary by Country and Schedule D, Part 1A (Sections 1 and 2) to reflect the additional line categories.
- e) **2020-36BWG** – Modify the General Schedules Investment Instructions and Schedule DB General Instructions to reflect treatment of publicly traded stock warrants as being in the scope of *SSAP No. 30R—Unaffiliated Common Stock* or *SSAP No. 32R—Preferred Stock* and reporting as common and preferred stock (SAPWG 2020-33). Attachment F
 - f) **2020-37BWG Modified** – Add a new Schedule Y, Part 3 to capture all entities with ownership greater than 10%, the ultimate controlling parties of those owners and other entities that the ultimate controlling party controls (SAPWG 2020-34). Attachment G
 - g) **2020-38BWG Modified** – Make changes to the Accident and Health Policy Experience Exhibit by adding new columns, removing lines distinguishing with and without contract reserves, adding some new product lines, eliminating summary tables, changing the date that the exhibit is due and having it reported by state. Attachment H
3. Consider Exposure of New Items—*Jake Garn (UT)*
- a) **2021-01BWG** – 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. Attachment I
 - b) **2021-02BWG** – 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. Attachment J
 - c) **2021-03BWG** – 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 (SAPWG 2020-37 and 2020-38). Attachment K
 - d) **2021-04BWG** – Add interrogatory questions 24.1 and 24.2 to the General Interrogatories, Part 1 “Financial” section asking if the insurer utilizes third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days. Renumber the remaining questions (SAPWG 2019-24). Attachment L
 - e) **2021-05BWG** – Modify the instructions for Note 17B(4)b1(a) – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities and add a table to the illustrations to data capture the disclosure (SAPWG 2021-03). Attachment M
4. Receive Memorandum from the Valuation of Securities (E) Task Force—*Jake Garn (UT)* Attachment N
5. Consider Adoption of the Editorial Listing—*Jake Garn (UT)* Attachment O



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6. Discuss Any Other Matters Brought Before the Working Group—*Jake Garn (UT)*
7. Adjournment

The following documents are being provided as reference materials:

Summary of Comment Letters

Comment Letters

Attachment P

Attachment Q

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