

NAIC Health Risk-Based Capital Newsletter

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What RBC Pages Should Be Submitted?

For the year-end 2020 health risk-based capital (RBC) filing, submit hard copies of pages **XR001 through XR026** to any state that requests a hard copy in addition to the electronic filing. Beginning with year-end 2007, a hard copy of the RBC filings was not required to be submitted to the NAIC. Other pages, such as the capitations worksheet, do not need to be submitted. Those pages would need to be retained by the company as documentation.

Capitation Tables

The Capital Adequacy (E) Task Force adopted proposal 2018-17-CA to capture the capitation tables electronically through the file submission of the health RBC formula during its June 28, 2019, conference call.

RBC Preamble

As a result of the adoption of proposal 2019-07-CA by the Capital Adequacy (E) Task Force at the 2019 Fall National Meeting, the Risk-Based Capital Preamble was added to the RBC instructions to provide a clear understanding of the purpose of RBC and goals of RBC as the Task Force and Working Groups review referrals and proposals.

Bond Designation Structure

The Capital Adequacy (E) Task Force adopted proposal 2019-16-CA to incorporate the 20 designation categories for bonds into the health RBC formula to be used in conducting an impact analysis study for year-end 2020 reporting during its April 30, 2020, conference call. The 20 bond designation categories were incorporated into the Off-Balance Sheet Security Lending Collateral and Schedule DL, Part 1 Assets page (XR006), Fixed Income Assets page (XR007) and the Asset Concentration page (XR011).

Overview and Table of Contents

As a result of the adoption of proposal 2020-05-CA by the Capital Adequacy (E) Task Force during its June 30, 2020, conference call, the page iv instructions were modified to insert the word “Overview” in the page heading and the Table of Contents was modified to include only the page heading and delete references to the individual sections of the Overview.

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Editorial Changes

1. Editorial changes were made to the Health RBC Blank and Forecasting files for consistent referencing to the Annual Statement Source columns, column headings and footnotes (e.g., Column, Line, Schedule, etc.).
2. As a result of the adoption of Blanks (E) Working Group proposal 2019-30-BWG, references to reciprocal jurisdictions (Lines 4099999 and 4399999) were added to Lines (9), (10), (11), (13), (14), and (15) of page XR019—Credit Risk.

RBC Forecasting and Instructions

The Health RBC forecasting spreadsheet calculates RBC using the same formula presented in the *2020 NAIC Health Risk-Based Capital Report Including Overview & Instructions for Companies*, and is available to download from [NAIC Account Manager](#). The *2020 NAIC Health Risk-Based Capital Report Including Overview & Instructions for Companies* publication is available for purchase in hardcopy or electronic format through the NAIC Publications Department. This publication is available for purchase on or about Nov. 1 each year. The User Guide is no longer included in the Forecasting & Instructions.

WARNING: The RBC Forecasting Spreadsheet CANNOT be used to meet the year-end RBC electronic filing requirement. RBC filing software from an annual statement software vendor should be used to create the electronic filing. If the forecasting worksheet is sent instead of an electronic filing, it will not be accepted, and the RBC will not have been filed.

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Direct correspondence to: Crystal Brown, RBC News-
letters, NAIC, 1100 Walnut Street, Suite 1500, Kansas
City, MO 64106-2197. Phone: (816) 783-8146. Email:
cbrown@naic.org.

Address corrections requested. Please mail the old
address label with the correction to: NAIC Publications
Department, 1100 Walnut Street, Suite 1500, Kansas
City, MO 64106-2197. Phone: (816) 783-8300. Email:
prodserv@naic.org.