

What RBC Pages Should Be Submitted?

For the year-end 2021 health risk-based capital (RBC) filing, submit hard copies of pages **XR001 through XR027** 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, outside of pages XR001 through XR027, do not need to be submitted. Those pages would need to be retained by the company as documentation.

ACA Sensitivity Test

The Capital Adequacy (E) Task Force adopted proposal 2020-02-CA to delete the Affordable Care Act (ACA) Fee Sensitivity Test from the health RBC formula during its Nov. 19, 2020, meeting.

Max Function—Line 17 RBC Growth Safe Harbor

The Capital Adequacy (E) Task Force adopted proposal 2020-04-H to add the Max function to the calculation of Line 17—RBC Growth Safe Harbor on the Business Risk page (XR022) during its Nov. 19, 2020, meeting.

Page Split—Bonds and Miscellaneous Assets

The Capital Adequacy (E) Task Force adopted proposal 2020-07-H to break out the bonds and miscellaneous fixed assets into separate pages (XR007 and XR008) during its Nov. 19, 2020, meeting. The break out of these pages resulted in the renumbering of all subsequent pages. The instructions and blanks were revised to reflect the changes in the page numbers.

Bond Designation Structure

The Capital Adequacy (E) Task Force adopted proposal 2020-10-CA to modify: 1) bond structure for the 20 designation categories for the bonds; 2) reclassified hybrid securities; and 3) the instructions for the incorporation of bond references and hybrid securities reclassification in the health RBC formula during its March 23, 2021, meeting. The structure for the 20 bond designation categories was modified for the Off-Balance Sheet Security Lending Collateral and Schedule DL, Part 1 Assets page (XR006), Fixed Income Assets page (XR007), and Asset Concentration page (XR012).

Incentives—Managed Care Credit

As a result of the adoption of proposal 2021-02-CA by the Capital Adequacy (E) Task Force during its April 29, 2021, meeting, the term “incentives” was incorporated into the managed care instructions and blanks as “Bonuses/Incentives.”

In This Issue:

What RBC Pages to Submit / 1

ACA Sensitivity Test / 1

Max Function—Line 17 RBC Growth Safe Harbor / 1

Page Split—Bonds and Miscellaneous Assets / 1

Bond Designation Structure / 1

Incentives—Managed Care Credit / 1

Receivable for Securities Factor / 2

Investment Income Adjustment to Underwriting Risk Factors / 2

Bond Factors / 2

Editorial Changes / 2

RBC Forecasting and Instructions / 3

Receivable for Securities Factor

As a result of the adoption of proposal 2021-07-CA by the Capital Adequacy (E) Task Force during its June 30 meeting, the factor for the Receivables for Securities (Line (38), Page XR008) was updated from 0.0250 to 0.0240.

Investment Income Adjustment to Underwriting Risk Factors

As a result of the adoption of proposal 2021-04-CA by the Capital Adequacy (E) Task Force during its June 30, 2021, meeting, a 0.5% investment income adjustment was incorporated into the Underwriting Risk factors for comprehensive medical, Medicare Supplement, and dental and vision. The revised factors are:

	\$0-\$3 Million	\$3-\$25 Million	Over \$25 Million
Comprehensive Medical & Hospital	0.1493	0.1493	0.0893
Medicare Supplement	0.1043	0.0663	0.0663
Dental & Vision	0.1195	0.0755	0.0755

Bond Factors

During its June 30, 2021 meeting, the Capital Adequacy (E) Task Force adopted proposal 2021-09-H that: 1) revised factors for the 20 bond designation categories with the incorporation of a bond portfolio adjustment (based on an average of 382 issuers); and 2) modified instructions for the revised bond factors.

The factors for the 20 bond designation categories were incorporated on the Off-Balance Sheet Security Lending Collateral and Schedule DL, Part 1 Assets page (XR006), Fixed Income Assets page (XR007), and Asset Concentration page (XR012).

1.A	0.003	2.A	0.022	3.A	0.069	4.A	0.089	5.A	0.123
1.B	0.005	2.B	0.025	3.B	0.076	4.B	0.097	5.B	0.137
1.C	0.008	2.C	0.031	3.C	0.083	4.C	0.110	5.C	0.151
1.D	0.011								
1.E	0.014								
1.F	0.016								
1.G	0.019								

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. An editorial change was made to Columns (1), (2) and (3) headings on page XR007 to change "L2 thru 26" to "L3 thru 26."

3. An editorial change was made to the Annual Statement Source column on page XR007 to reference the following: "(1)=Footnote Amt 1 L000001A - L(1); C(2)=Footnote Amt 1 L000001A - L(1); C(3)=Footnote Amt 1 L000001A- SCE, Pt2, C7 L0599999."

RBC Forecasting and Instructions

The Health RBC forecasting spreadsheet calculates RBC using the same formula presented in the 2021 NAIC Health Risk-Based Capital Report Including Overview & Instructions for Companies, and it is available to download from the [NAIC Account Manager](#). The 2021 NAIC Health Risk-Based Capital Report Including Overview & Instructions for Companies publication is available for purchase in an 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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