

**REVISIONS TO
2025 NAIC QUARTERLY STATEMENT INSTRUCTIONS – LIFE/FRATERNAL**

JAN 2025

PAGE ##: 90
Revision: Add back the Explanation of Adjustment section of Note 24E(3) that was inadvertently removed with proposal 2024-10BWG
Reason: Items A&B in the Explanation of Adjustment section should not have been removed with the updates in proposal 2024-10BWG

PAGE ##: 239 & 248
Revision: Update the Schedule DL, Parts 1&2 ABS sub-category names with “Non-Financial” for Lines 1539999999, 1549999999, 1739999999, and 1749999999
Reason: The sub-categories were missing “Non”

EDITOR’S NOTE:

The above changes are highlighted on the revised pages that follow.

Recent Blanks (E) Working Group agenda items (exposure drafts) may be viewed in detail on the BWG web page at https://content.naic.org/cmte_e_app_blanks.htm.

(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

AMOUNT

a. Permanent ACA Risk Adjustment Program

Assets

1. Premium adjustments receivable due to ACA Risk Adjustment (including high-risk pool payments) \$ _____

Liabilities

2. Risk adjustment user fees payable for ACA Risk Adjustment \$ _____

3. Premium adjustments payable due to ACA Risk Adjustment (including high-risk pool premium) \$ _____

Operations (Revenue & Expense)

4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment \$ _____

5. Reported in expenses as ACA Risk Adjustment user fees (incurred/paid) \$ _____

(3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance.

Accrued During the Prior Year on Business Written Before Dec. 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before Dec. 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
				Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1-3+7)	Cumulative Balance from Prior Years (Col 2-4+8)
1	2	3	4	5	6	7	8		9	10
Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)

a. Permanent ACA Risk Adjustment Program

1. Premium adjustments receivable (including high-risk pool payments)	\$	\$	\$	\$	\$	\$	\$	\$	A	\$	\$
2. Premium adjustments (payable) (including high-risk pool premium)	\$	\$	\$	\$	\$	\$	\$	\$	B	\$	\$
3. Subtotal ACA Permanent Risk Adjustment Program	\$	\$	\$	\$	\$	\$	\$	\$		\$	\$

Explanations of Adjustments

A
B

25. Change in Incurred Losses and Loss Adjustment Expenses

Instruction:

- A. Describe the reasons for changes in the provision for incurred claim and claim adjustment expenses attributable to insured events of prior years. The disclosure should indicate whether additional premiums or return premiums have been accrued as a result of the prior-year effects (if applicable).
- B. Information about significant changes in methodologies and assumptions used in calculating the liability for unpaid losses and loss adjustment expenses, including reasons for the change and the effects on the financial statements for the most recent reporting period presented.

Illustration:

- A. Reserves as of December 31, 2__ were \$_____ million. As of ____, 2__, \$_____ million has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$_____ million as a result of re-estimation of unpaid claims and claim adjustment expenses principally on yyy and zzz lines of insurance. Therefore, there has been a \$_____ million unfavorable (favorable) prior-year development since December 31, 2__ to ____, 2__. The increase (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. Included in this increase (decrease), the Company experienced \$_____ million of unfavorable (favorable) prior year claim development on retrospectively rated policies. However, the business to which it relates is subject to premium adjustments.

Non-Agency – CLOs/CBOs/CDOs (Affiliated).....	1109999999
Other Financial Asset-Backed Securities – Self-Liquidating (Unaffiliated).....	1119999999
Other Financial Asset-Backed Securities – Self-Liquidating (Affiliated).....	1129999999
Financial Asset-Backed Securities – Not Self-Liquidating	
Equity Backed Securities (Unaffiliated)	1319999999
Equity Backed Securities (Affiliated)	1329999999
Other Financial Asset-Backed Securities – Not Self-Liquidating (Unaffiliated)	1339999999
Other Financial Asset-Backed Securities – Not Self-Liquidating (Affiliated).....	1349999999
Non-Financial Asset-Backed Securities – Practical Expedient	
Lease-Backed Securities - Practical Expedient (Unaffiliated)	1519999999
Lease-Backed Securities - Practical Expedient (Affiliated).....	1529999999
Other Non-Financial Asset-Backed Securities – Practical Expedient (Unaffiliated)	1539999999
Other Non-Financial Asset-Backed Securities – Practical Expedient (Affiliated).....	1549999999
Non-Financial Asset-Backed Securities – Full Analysis	
Lease-Backed Securities - Full Analysis (Unaffiliated).....	1719999999
Lease-Backed Securities - Full Analysis (Affiliated).....	1729999999
Other Non-Financial Asset-Backed Securities – Full Analysis (Unaffiliated).....	1739999999
Other Non-Financial Asset-Backed Securities – Full Analysis (Affiliated)	1749999999
Total – Asset-Backed Securities (Unaffiliated).....	1889999999
(Sum of Lines: 1019999999, 1029999999, 1039999999, 1049999999, 1059999999, 1079999999, 1099999999, 1119999999, 1319999999, 1339999999, 1519999999, 1539999999, 1719999999, and 1739999999)	
Total – Asset-Backed Securities (Affiliated)	1899999999
(Sum of Lines: 1069999999, 1089999999, 1109999999, 1129999999, 1329999999, 1349999999, 1529999999, 1549999999, 1729999999, 1749999999)	
Total – Asset-Backed Securities.....	1909999999
Total – Issuer Credit Obligations and Asset-Backed Securities	2009999999

Stocks:

Preferred Stocks (Schedule D, Part 2, Section 1 type):

Industrial and Miscellaneous (Unaffiliated)

Perpetual Preferred.....	4019999999
Redeemable Preferred	4029999999
Subtotals – Industrial and Miscellaneous (Unaffiliated).....	4109999999

Parent, Subsidiaries and Affiliates

Perpetual Preferred.....	4319999999
Redeemable Preferred	4329999999
Subtotals – Parent, Subsidiaries and Affiliates	4409999999

Total Preferred Stocks..... 4509999999

Common Stocks (Schedule D, Part 2, Section 2 type):

Industrial and Miscellaneous (Unaffiliated)

Publicly Traded.....	5019999999
Other	5029999999
Subtotals – Industrial and Miscellaneous (Unaffiliated).....	5109999999

Mutual Funds

Designation Assigned by SVO.....	5319999999
Designation Not Assigned by SVO.....	5329999999
Subtotals – Mutual Funds	5409999999

Non-Agency – CLOs/CBOs/CDOs (Affiliated).....	1109999999
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Unit Investment Trusts