NAIC BLANKS (E) WORKING GROUP

Blanks Agenda Item Submission Form

		FOR NAIC USE ONLY
	DATE: <u>07/16/2019</u>	Agenda Item # 2019-21BWG
CONTACT PERSON:	Todd Sells	Year <u>2020</u>
TELEPHONE:		Changes to Existing Reporting [X] New Reporting Requirement []
EMAIL ADDRESS:		REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT
ON BEHALF OF:	Liquidity Assessment (EX) Subgroup	No Impact [X] Modifies Required Disclosure []
NAME:	Justin Schrader (NE)	DISPOSITION
TITLE:	Chair	[] Rejected For Public Comment [] Referred To Another NAIC Group
AFFILIATION:		[X] Received For Public Comment
ADDRESS:		[] Adopted Date
		Deferred Date
	BLANK(S) TO WHICH PROPOSAL	APPLIES
[X] ANNUAL STA' [] QUARTERLY		[] CROSSCHECKS
[X] Life, Accident & Property/Casualt Health		[] Title [] Other
Anticipated Effective Date	e: Annual 2020	
	IDENTIFICATION OF ITEM(S) TO	CHANGE
For Note 33, modify the Account Nonguaranteed p	e illustration to disclose individually Separate Acroducts.	ecount with Guarantees products and Separate
R	EASON, JUSTIFICATION FOR AND/OR BEN	EFIT OF CHANGE**
The purpose of this prop Account Nonguaranteed p	posal is to data capture individually Separate Acroducts.	ecount with Guarantees products and Separate
	NAIC STAFF COMMENTS	S
Comment on Effective Re	porting Date:	
Other Comments:		

Revised 7/18/2018

^{**} This section must be completed on all forms.

NOTES TO FINANCIAL STATEMENTS



33. Analysis of Life Actuarial Reserves by Withdrawal Characteristics

Instruction:

Disclose the amounts of account value, cash value and reserve for the breakouts of life insurance by withdrawal characteristics, separately for General Account products, Separate Account with Guarantees products and Separate Account Nonguaranteed products, as follows:

Note: The difference between the account value and the cash value is the surrender charge, if any. After the surrender period is over, there is no difference. Some contract types have no account value such as traditional whole life, term, etc. So, if there is no account value, leave it blank. UL typically has an account value and a cash surrender value.

Just as account values are not reduced for policy loans taken and outstanding, the cash value amount reported in this note should not be reduced for policy loans taken and outstanding. This will ensure the difference between account value and cash value is the actual surrender charge.

- A.—Subject to discretionary withdrawal, surrender values, or policy loans:
 - ❖ (1) Term Policies with Cash Value
 - ❖ (2)—Universal Life
 - ❖ (3)—Universal Life with Secondary Guarantees
 - ❖ (4) Indexed Universal Life
 - ❖ (5) Indexed Universal Life with Secondary Guarantees
 - ❖ (6)—Indexed Life
 - ❖ (7)—Other Permanent Cash Value Life Insurance
 - ❖ (8)—Variable Life
 - ❖ (9) Variable Universal Life
 - ❖ (10) —Miscellaneous Reserves
- B.—Not subject to discretionary withdrawal or no cash value.
 - ❖ (1) Term Policies without Cash Value
 - ❖ (2)—Accidental Death Benefits
 - ❖ (3)—Disability Active Lives
 - ❖ (4)—Disability Disabled Lives
 - ❖ (5) Miscellaneous Reserves
- C.—Total (Gross: Direct + Assumed).
- D. Reinsurance ceded.
- E.—Total (net) (C) (D).

<u>Total (net) = Total (Gross: Direct + Assumed) – Reinsurance ceded</u>

• F. Reconcile total life insurance reserves amount disclosed to the appropriate sections of the Aggregate Reserves for Life Policies and Contracts Exhibit (Exhibit 5) of the Life, Accident and Health Annual Statement and the corresponding lines in the Separate Accounts Statement. The reconciliation is a single presentation including all amounts from the sections on Individual Life Insurance and Group Life Insurance.

Illustration:

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.

	1.4	Account Value	Cash Value	Reserve
	neral Account			
<u>(1)</u>	Subject to discretionary withdrawal, surrender values,			
	or policy loans:			
	a. Term Policies with Cash Value			
	b. Universal Life			
	c. Universal Life with Secondary Guarantees			
	d. Indexed Universal Life			
	e. Indexed Universal Life with Secondary Guarantees			
	f. Indexed Life			
	g. Other Permanent Cash Value Life Insurance			
	h. Variable Life			
	i. Variable Universal Life			
	j. Miscellaneous Reserves			
<u>(2)</u>	Not subject to discretionary withdrawal or no cash values			
	a. Term Policies without Cash Value	XXX	XXX	
	b. Accidental Death Benefits	XXX	XXX	
	c. Disability - Active Lives	XXX	XXX	
	d. Disability - Disabled Lives	XXX	XXX	
	e Miscellaneous Reserves	XXX	XXX	
<u>(3)</u>	Total (gross: direct + assumed)			
<u>(4)</u>	Reinsurance Ceded			
<u>(5)</u>	Total (net) (3) - (4)			
		Account Value	Cash Value	Reserve
Sej	parate Account with Guarantees	riccount varac	Cush value	Teserve
(1)	Subject to discretionary withdrawal, surrender values,			
	or policy loans:			
	a. Term Policies with Cash Value			
	b. Universal Life			
	c. Universal Life with Secondary Guarantees		***************************************	
	d. Indexed Universal Life		••••••	••••••
	e. Indexed Universal Life with Secondary Guarantees	***************************************		
	f. Indexed Life	•••••		
	g. Other Permanent Cash Value Life Insurance			
	h. Variable Life			
	i. Variable Universal Life			
	j. Miscellaneous Reserves			
(2)				
<u>(2)</u>	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values	XXX	XXX	
(2)	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values a. Term Policies without Cash Value	XXX	XXX	
(2)	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values a. Term Policies without Cash Value b. Accidental Death Benefits	XXX	XXX	
(2)	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values a. Term Policies without Cash Value b. Accidental Death Benefits c. Disability - Active Lives	XXX XXX	XXX XXX	
(2)	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values a. Term Policies without Cash Value b. Accidental Death Benefits c. Disability - Active Lives d. Disability - Disabled Lives	XXX	XXX	
•	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values a. Term Policies without Cash Value b. Accidental Death Benefits c. Disability - Active Lives d. Disability - Disabled Lives e Miscellaneous Reserves	XXX XXX XXX	XXX XXX XXX	
(3)	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values a. Term Policies without Cash Value b. Accidental Death Benefits c. Disability - Active Lives d. Disability - Disabled Lives e Miscellaneous Reserves Total (gross: direct + assumed)	XXX XXX XXX	XXX XXX XXX	
•	j. Miscellaneous Reserves Not subject to discretionary withdrawal or no cash values a. Term Policies without Cash Value b. Accidental Death Benefits c. Disability - Active Lives d. Disability - Disabled Lives e Miscellaneous Reserves Total (gross: direct + assumed) Reinsurance Ceded	XXX XXX XXX	XXX XXX XXX	

C	parata Aggaunt Nanguarantaad		Accou	nt Value	Cash Value	Re	serve
-	parate Account Nonguaranteed						
(1)	Subject to discretionary withdrawal, surrender	values,					
	or policy loans:						
	a. Term Policies with Cash Value						
	b. Universal Life						
	c. Universal Life with Secondary Guarantee	es				***********	
	d. Indexed Universal Life e. Indexed Universal Life with Secondary C	7	•••••		•••••		
	e. Indexed Universal Life with Secondary C f. Indexed Life	Juarantees					
	g. Other Permanent Cash Value Life Insura	nce	**********				
	h. Variable Life	nec					
	i. Variable Universal Life						
	j. Miscellaneous Reserves						
(2)	Not subject to discretionary withdrawal or no	eash values					
(=)		- Variable	v	XX	XXX		
	a. Term Policies without Cash Value b. Accidental Death Benefits			XX	XXX		
	c. Disability - Active Lives			XX	XXX		
	d. Disability - Disabled Lives			XX	XXX		
	e Miscellaneous Reserves			XX	XXX		
(3)	Total (gross: direct + assumed)						
(4)			••••••				
	Reinsurance Ceded					***********	
(5)	Total (net) (3) - (4)		eral Account		•	ecount Guarai	
(5)		Gen Account Value		Reserve	Separate Ac	ecount Guarai	nteed
(5)	ect to discretionary withdrawal, surrender values, or		eral Account		Separate Ac	ecount Guarai	nteed
(5)	ect to discretionary withdrawal, surrender values, or y loans:		eral Account		Separate Ac	ecount Guarai	nteed
Subjet policy (1)	pet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value		eral Account		Separate Ac	ecount Guarai	nteed
Subjet policy (1)—(2)—	pet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life	Account Value	eral Account		Separate Ac	ecount Guarai	nteed
Subjet policy (1)—(2)—	pet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value	Account Value	eral Account	Reserve	Separate Ac	ecount Guarai	nteed
Subject policy (1)—(2)—(3)—(3)—(5)	pet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life	Account Value	eral Account Cash Value	Reserve	Separate Ac	ecount Guarai	nteed
Subject policy (1) (2) (3) (4)	cet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees	Account Value	eral Account Cash Value	Reserve	Separate Acand N	Cash Value	nteed
Subject policy (1) (2) (3) (4) (5)	ect to discretionary withdrawal, surrender values, or y loans: Term Policies with Cash Value Universal Life Universal Life with Secondary Guarantees Indexed Universal Life	Account Value	Cash Value	Reserve	Separate Acand N	Cash Value	Rese
Subject policy (1) (2) (3) (4) (5) (6)	ect to discretionary withdrawal, surrender values, or y loans: Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life —Indexed Universal Life with Secondary Guarantees	Account Value	ceral Account Cash Value	Reserve	Separate Acand N	count Guarar Nonguaranteed Cash Value	Resc
Subjection (1) (2) (3) (4) (5) (6) (7)	cet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance	Account Value	cash Value	Reserve	Separate Account Value	Cash Value	Rese
Subjection (1) (2) (3) (4) (5) (6) (7) (8)	cet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance —Variable Life	Account Value	cash Value	Reserve	Separate Account Value	Cash Value	Rese
Subjection (1) (2) (3) (4) (5) (6) (7) (8) (9)	rect to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value Universal Life Universal Life with Secondary Guarantees —Indexed Universal Life —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance —Variable Life —Variable Universal Life	Account Value	eral Account Cash Value	Reserve	Separate Avand N	Cash Value	Resc
Subject policy (1)—(2)—(3)—(4)—(5)—(6)—(7)—(8)—(9)—(10)—(10)—(10)—(10)—(10)—(10)—(10)—(10	cet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance —Variable Life —Variable Universal Life —Miscellaneous Reserves	Account Value	cash Value	Reserve	Separate Account Value	Cash Value	Resc
Subject policy (1) — (2) — (3) — (4) — (5) — (6) — (7) — (8) — (10) — Not s	cet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance —Variable Life —Variable Universal Life —Miscellaneous Reserves ubject to discretionary withdrawal or no eash values	Account Value	Cash Value	Reserve	Separate Acand N	Cash Value	Resc
Subject policy (1) (2) (3) (4) (5) (6) (7) (8) (9) (10) Not s	cet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance —Variable Life —Variable Universal Life —Wiscellaneous Reserves ubject to discretionary withdrawal or no eash values —Term Policies without Cash Value	Account Value	eral Account Cash Value	Reserve	Separate Acand N Account Value	Cash Value When the second control of the s	Resc
Subject police: (1) (2) (3) (4) (5) (6) (7) (8) (9) (10) Not s (1) (2)	tect to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value Universal Life Universal Life with Secondary Guarantees Indexed Universal Life Indexed Universal Life with Secondary Guarantees Indexed Universal Life with Secondary Guarantees Indexed Life Other Permanent Cash Value Life Insurance Variable Life Variable Universal Life Miscellaneous Reserves ubject to discretionary withdrawal or no eash values Term Policies without Cash Value Accidental Death Benefits	Account Value	XXX	Reserve	Separate Ac and A Account Value	Cash Value Cash Value XXX XXX	Rese
Subject police (1)—(2)—(3)—(4)—(5)—(6)—(10)—Not s (1)—(2)—(3)—(3)—(3)—(3)—(3)—(3)—(4)—(4)—(4)—(4)—(4)—(4)—(4)—(4)—(4)—(4	set to discretionary withdrawal, surrender values, or yloans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life —Indexed Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance —Variable Life —Variable Universal Life —Wiscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Universal Life —Miscellaneous Reserves —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Universal Life —Variable Life —Universal Life —Variable Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Variable Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Variable Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —U	XXX XXX	XXX XXX XXX	Reserve	Separate Ac and N Account Value	XXX XXX XXX	Rese
(5) Subje police (1) (2) (3) (4) (5) (6) (7) (8) (9) (10) Not s (1) (2) (3) (4)	cet to discretionary withdrawal, surrender values, or y loans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees Indexed Universal Life Indexed Universal Life with Secondary Guarantees Indexed Universal Life with Secondary Guarantees Indexed Life Other Permanent Cash Value Life Insurance —Variable Life —Variable Universal Life —Miscellaneous Reserves ubject to discretionary withdrawal or no cash values —Term Policies without Cash Value —Accidental Death Benefits —Disability —Active Lives —Disability —Disabled Lives	XXX XXX XXX	XXX XXX XXX	Reserve	Separate At and A Account Value XXX XXX XXX XXX XXX	XXX XXX XXX XXX	Rese
(5) Subject police (1) (2) (3) (4) (5) (10) Not s (1) (2) (3) (4) (5) (5)	set to discretionary withdrawal, surrender values, or yloans: —Term Policies with Cash Value —Universal Life —Universal Life with Secondary Guarantees —Indexed Universal Life —Indexed Universal Life with Secondary Guarantees —Indexed Universal Life with Secondary Guarantees —Indexed Life —Other Permanent Cash Value Life Insurance —Variable Life —Variable Universal Life —Wiscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Miscellaneous Reserves —Universal Life —Universal Life —Miscellaneous Reserves —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Universal Life —Variable Life —Universal Life —Variable Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Variable Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Variable Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Variable Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —Universal Life —Universal Life —Variable Universal Life —Universal Life —U	XXX XXX	XXX XXX XXX	Reserve	Separate Ac and N Account Value	XXX XXX XXX	Rese

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. Amounts reported in FD to balance to the appropriate amounts from the Sections A, B and B-C reported above.

₽D.	Amo	punt	
_	Life	& Accident & Health Annual Statement:	
	(1)	Exhibit 5, Life Insurance Section, Total (net)	\$
	(2)	Exhibit 5, Accidental Death Benefits Section, Total (net)	
	(3)	Exhibit 5, Disability – Active Lives Section, Total (net)	
	(4)	Exhibit 5, Disability – Disabled Lives Section, Total (net)	
	(5)	Exhibit 5, Miscellaneous Reserves Section, Total (net)	
	(6)	Subtotal	
	Sepa	arate Accounts Annual Statement:	
	(7)	Exhibit 3, Line 0199999, Column 2	
	(8)	Exhibit 3, Line 0499999, Column 2	
	(9)	Exhibit 3, Line 0599999, Column 2	
	(10)	Subtotal (Lines (7) through (9))	
	(11)	Combined Total ((6) and (10))	\$

 $W: \QA Blanks Proposals \ \ 2019-21BWG. doc$

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