XR006 Off-Balance Sheet Collateral and Schedule DL, Part 1 Assets

Book/Adjusted Carrying Value Column has been divided into Off-Balance Sheet Collateral Book/Adjusted Carrying Value and Schedule DL, Part 1 Book/Adjusted Carrying Value Columns.

New Real Estate, Mortgage Loans on Real Estate and Cash, Cash Equivalents and Short-Term Investments

New Real Estate, Mortgage Loans on Real Estate and Cash, Cash Equivalents and Short-Term Investments Lines were added to the annual statement Schedule DL pages. As a result, new lines were added to Page XR006 Equity Assets.

What RBC Pages Should be Submitted?

For year-end 2011 Health RBC, submit hard copies of pages XR001 through XR025 to any state that requests a hard copy in addition to the electronic filing. Starting with the year-end 2007 RBC, a hard copy 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.

Health Care Reform

No changes to the Health risk-based capital formula will be made for year-end 2011 RBC as a result of the health care reform legislation.

The Health Risk-Based Capital (E) Working Group has discussed the potential effects health care reform might have on the health portion of the risk-based capital formulas several times in conference calls.

As of the time of publishing this newsletter, no changes to the RBC formulas were currently planned as a result of health care reform. But the Working Group will continue with discussions and will be monitoring the effects of the legislation on insurance company solvency.