

2025

Property/Casualty Loss Reserve Law Manual

Law Manual

A COMPILATION OF REQUIREMENTS Concerning
Property/Casualty Loss and Loss Expense Reserves for Use in
Preparing Statements of Actuarial Opinion

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Introduction

The National Association of Insurance Commissioners (NAIC) Statement of Actuarial Opinion (SAO) for property/casualty (P/C) loss and loss adjustment expense (LAE) reserves requires that an actuary drafting such opinions opine on, among other things, whether the insurer's reserves "meet the requirements of the insurance laws of [state of domicile]."

To assist members of the actuarial profession who must meet this requirement and others, the American Academy of Actuaries' Committee on Property and Liability Financial Reporting (COPLFR) sponsors this compilation of insurance laws (including statutes, regulations, and insurance department bulletins) relating to property/casualty loss and loss expense reserves. This Law Manual includes 52 jurisdictions: the 50 states, the District of Columbia, and Puerto Rico. Also included in this Manual is a summary of the NAIC SAO Instructions, as well as excerpts from other Annual Statement Instructions and NAIC Actuarial Opinion Summary Instructions. Where available, information is also included for certain entities that may not be required to file Annual Statements, such as workers' compensation self-insurance pools, captives, and municipal liability pools.

This Manual provides the following:

- The text of the 2025 NAIC Annual Statement SAO Instructions (separately for property/casualty and title insurers);
- A summary of these Instructions (separately for property/casualty and title insurers);
- Other pertinent Annual Statement Instructions (separately for property/casualty and title insurers);
- Text of the 2025 NAIC Actuarial Opinion Summary (AOS) Instructions;
- A list of abbreviations used in this Manual;
- A list of NAIC resources and links; and
- An alphabetical summary of requirements for each jurisdiction concerning loss and loss adjustment expense reserves and the citation of relevant statutes, regulations, and bulletins.

The Law Manual has been formatted to allow the user direct access to each jurisdiction's laws. However, the user is advised to check when the jurisdiction's website was updated last, as it remains the sole and exclusive responsibility of the preparer to be aware of and satisfy the legal requirements of each jurisdiction.

In preparing this annual update, all 52 jurisdictions were asked to review their materials and to identify appropriate changes and corrections. Law changes that occurred following receipt of a jurisdiction's response have not been monitored in every state. As of August 25, 2025, 46 jurisdictions had responded; if they indicated that there were changes to the content of their materials, those changes were incorporated. If a jurisdiction's response to the survey indicated "no change," then no additional review of that jurisdiction's materials was performed. The following jurisdictions have not responded as of August 25, 2025: District of Columbia, Iowa, Maryland,

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Michigan, Puerto Rico, and South Dakota. For these jurisdictions, the Manual reflects information obtained from insurance department websites and other available sources of insurance law as of August 25, 2025.

The 2025 Property/Casualty Loss Reserve Law Manual is intended to provide reference information for use in the preparation of the 2025 Statement of Actuarial Opinion (to be filed in 2026). This Manual contains materials received through August 25, 2025, only. Please note that changes are continuously being made to statutes, regulations, and insurance department bulletins, and it is the user's responsibility to follow up on any such changes as applicable.

DISCLAIMER: This Manual does not provide legal advice of any sort and no representations are made as to its completeness or accuracy. It remains the sole and exclusive responsibility of the preparer to be aware of and satisfy the legal requirements of each jurisdiction. If legal advice or other expert assistance is required, the services of a competent professional should be sought. If users have questions regarding certain requirements, they may choose to contact the insurance department personnel listed on the applicable state summary or their successor(s), or consult with their legal counsel. The user should also review the statutory or regulatory text for a more comprehensive understanding of the requirements. This Manual is not a substitute for individual legal advice or legal interpretations of statutory or regulatory requirements, nor should it be relied upon as an authoritative statement of the law.

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The committee would like to thank all those who have assisted in this significant compilation effort, including many individuals from state insurance departments who verified the correctness and completeness of the Manual for their jurisdictions, and the National Association of Insurance Commissioners for granting permission to reproduce materials from its copyrighted publications. Special thanks to Mary Jo Kannon and Rebecca Armon who led this project.

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How to Use the Law Manual

Substantive material that is new to this year's Manual is indicated by a single line in the margin. Where only numbering, capitalization, or minor word changes have been made, no margin lines are shown. Please note that material that is new to the Manual is not necessarily a new requirement. Substantive material that has been deleted from the Manual is struck out with a single line.

The jurisdictions are listed alphabetically, and within each jurisdiction is an information page, a table of contents, and summary tables. The information page contains contact information and links to websites. The table of contents has hyperlinks to each of the separate summary tables for that jurisdiction.

The linked sites are not under the control of the Academy and the Academy is not responsible for the contents of any linked site or any link contained in a linked site, or any changes or updates to such sites. The Academy is providing these links only as a convenience, and the inclusion of any link does not imply endorsement by the Academy of the site.

Material Included

The summary for each jurisdiction is generally divided into three parts, which are described below.

An introductory section for each jurisdiction includes the name of the commissioner of insurance or other insurance department official, the address of the state insurance regulatory agency, and the contact person for property/casualty and title SAOs, as well as the contact person for captive insurers, where applicable. Also shown are the name and relevant part of each jurisdiction's statutes and regulations. For example, in Alabama, statutes are codified in the "Insurance Code," Title 27. Regulations are codified as "Regulations of the Alabama Department of Insurance." Finally, links for the jurisdictions' Annual Statement checklists are provided, if available.

Following the introductory section for the jurisdiction is a Table of Contents. There are three major sections in the table of contents: Admitted P/C Insurers, Title Insurers, and SAO Exemptions. Special cases are listed under Admitted P/C Insurers. To jump to a particular section of the jurisdiction, the user may click on the listed section in the table of contents.

The Admitted P/C Insurers section lists SAO information that is applicable to all P/C insurers in general. The sections that are listed as "Special Cases" show information that differs from the Admitted P/C Insurers.

The information is split into two parts: a brief summary and the citation that the summary is based on. The citation is hyperlinked to the jurisdiction's website, so the user may open the law in a browser and read the entire law. Some users may be unable to access some of the states' laws or regulations through the hyperlinks due to company firewalls or other restrictions. Every effort was made to provide hyperlinks wherever possible, however, there may be some citations that are not hyperlinks, and in those instances, the text is provided immediately following the summary tables.

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Title Insurers

Note that there are separate Annual Statement Instructions for title insurers. Most of the SAO requirements are similar to Admitted P/C Insurers' requirements, but there are a few differences. The entire text of the SAO Instructions and relevant extracts from other Annual Statement Instructions are reproduced in Part B. Many jurisdictions require title insurers to hold a "statutory premium reserve," which is often referred to as an "unearned premium reserve." [Note: Because all title insurance premiums are fully earned upon policy inception, these reserves are more akin to property/casualty insurance incurred but not reported reserves than unearned premium reserves.] Most statutes provide that the reserve is accrued [on some basis of new policies written] and then released at some rate over a given number of subsequent years. In effect, a title insurer must book a "supplemental reserve" if its actuarially determined loss and loss expense reserve requirements exceed its known claim plus statutory premium reserves.

Captive Insurers

The Manual includes information concerning captive insurance companies. A table identifying the states that do and do not allow captive insurance companies appears at the end of this section (page A-10). Within each state that permits captives, contact information for the captives' specialist in the relevant insurance department is on the first page of that state's section. Please note that the table in this section and the other information on captives provided throughout the Manual may not comprise the entirety of potentially applicable statutes and regulations governing captives. For further information about statutes and regulations applicable to captives, please contact the relevant insurance department.

Material Not Covered

It is important to understand what this Manual does and does not cover. This Manual does *not* cover requirements of jurisdictions outside the 50 states, the District of Columbia, and Puerto Rico. This Manual does *not* cover SAOs on items other than loss and loss expense reserves (with the exceptions of title insurer "unearned premium reserves," unearned premiums for long-duration contracts, and claims-made extended loss and expense reserves reported as unearned premium reserves). For example, some jurisdictions require actuarial opinions on rates, solvency, loss ratios (profitability), and other matters. This Manual also does *not* cover non-loss reserves, such as unearned premium reserves (other than for title insurance, long-duration contracts, and claims-made extended loss and expense reserves reported as unearned premium reserves), contingent commissions, retrospective premium reserves, or contingency reserves. Finally, this Manual does *not* cover insurers that are not predominantly either property/casualty or title insurance companies (e.g., health maintenance organizations, fraternal benefit societies).

Where appropriate, the NAIC requirements include disclosure of claims-made extended loss and expense reserves. No specific statutes pertaining to this item have been identified. The requirements for this disclosure are detailed in the NAIC *Accounting Practices and Procedures Manual*.

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Circumstances Required to File SAOs on Loss Reserves

This information includes the various circumstances for which an SAO must be filed, as well as the filing deadlines and whether an original (handwritten on paper) signature is required. The basic provisions apply to Admitted Property/Casualty Insurers. There may be different requirements for “Special Cases,” (such as Reinsurance Intermediaries or Workers’ Compensation Self-Insurance Pools).

Actuary Qualifications

This information identifies the qualifications required by each jurisdiction to sign SAOs. The qualification standards may be different for different types of entities. Qualifications may include credentials (e.g., MAAA or FCAS), as well as company affiliation.

The NAIC’s Actuarial Opinion Working Group anticipates changes to the definition of “Accepted Actuarial Designation” in the 2026 Instructions. The changes were prompted by changes to the FSA educational pathway effective in fall 2025 and a routine assessment of the SOA and CAS’s educational materials in 2024-25. The changes include specifying the four courses that an FSA must complete under the new educational pathway, editing the exam substitution table to account for situations in which an FSA completed courses under the prior pathway, and updating the title of the CAS’s Exam 7.

The only change to the 2025 Instructions is the inclusion of an editorial note clarifying that the FSA designation is considered an “Accepted Actuarial Designation” only if it was earned under the requirements through May 2025.

The NAIC Instructions were modified in 2019 to require the Appointed Actuary to document qualifications in what is called “qualification documentation.” The documentation should provide enough detail to demonstrate that the Appointed Actuary satisfies each component of the “Qualified Actuary” definition. The components are:

- 1) Meets basic education, experience, and continuing education:
 - a. Education—relevant examinations or alternative basic education
 - b. Experience—specific experiences, may include education
 - c. Continuing education—combination of conferences, seminars, online courses, committee work, or self-study
 - i. Annually attest to having met the continuing education requirements for issuing Actuarial Opinions
 - ii. If a continuing education log is requested by the Casualty Actuarial Society (CAS) or Society of Actuaries (SOA), the log shall include categorization of continuing education approved for use by the Casualty Actuarial and Statistical Task Force
- 2) Maintains an Accepted Actuarial Designation:
 - a. FCAS (Fellow of the Casualty Actuarial Society)
 - b. ACAS (Associate of the Casualty Actuarial Society)
 - c. FSA GI (Fellow of the Society of Actuaries / General Insurance track)
 - d. Evaluated by Academy’s Casualty Practice Council and determined to be qualified
- 3) Is a member of a professional actuarial association that:

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- a. Requires adherence to Code of Professional Conduct promulgated by the Academy
- b. Requires adherence to U.S. Qualification Standards promulgated by the Academy
- c. Participates in the Actuarial Board for Counseling and Discipline established within the Academy when its members are practicing in the U.S.

The qualification documentation needs to be provided to the board of directors at initial appointment, and shall be considered workpapers, available for inspection upon regulator request.

Per the U.S. Qualification Standards, the Appointed Actuary shall:

- 1) Annually attest to having met the continuing education requirements for issuing Actuarial Opinions
- 2) Submit a log of their continuing education, including categorization of continuing education approved for use by the Casualty Actuarial and Statistical Task Force, if a log is requested by the CAS or SOA

Other NAIC SAO Instructions With Any Exceptions

This information includes NAIC SAO requirements other than those dealing with entities and actuaries. Because most jurisdictions substantially follow the NAIC SAO Instructions, a summary of the NAIC provisions is included with the text of the NAIC Instructions in Section B. Most jurisdictions have a statute or regulation requiring insurers to follow the NAIC SAO Instructions. These statutes and regulations are cited, as are any requirements that are different from or in addition to the NAIC SAO Instructions.

Additional Annual Statement and Jurisdictional Requirements

This information includes other pertinent requirements. For example, this section may include the scope of SAOs or particular accounting conventions (e.g., whether discounting of loss reserves is applicable, whether there are minimum or formula reserve requirements, how salvage and subrogation are to be treated, etc.).

The NAIC Annual Statement Instructions and the NAIC *Accounting Practices and Procedures Manual* allow the following treatment of reserves:

- Salvage and subrogation *may* be anticipated (i.e., reserves may be stated net of anticipated recoveries); and
- Tabular reserves for workers' compensation may be discounted for anticipated investment income. "Tabular reserves" apply to indemnity benefits but *not* to medical losses or loss adjustment expenses.

If a jurisdiction has different requirements, those requirements are shown in the summaries.

Property and Casualty Actuarial Opinion Summary

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All jurisdictions require domestic companies to file the AOS. AOS requirements for foreign companies vary by jurisdiction. To require the AOS, a jurisdiction must demonstrate how it will keep the document confidential. However, there may be situations in which a jurisdiction may be compelled to provide the AOS to an outside party. Not all jurisdictions have laws that are designed to protect the confidentiality of the AOS.

COPLFR recommends that all questions regarding the confidentiality of the AOS under specific state statutes and regulations be directed to each jurisdiction's insurance department.

Following the summaries for each jurisdiction is the text of any laws that are not hyperlinked to each state's website. The text of the cited laws is shown in the following order: statutes, regulations, and bulletins. Within each category, the excerpts are shown in numerical order. Note that "bulletins" may have different names in different jurisdictions.

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JURISDICTION SUMMARIES

1. Changes to Material Since Last Year

Jurisdiction	No Changes	Non-Law Change(s) Only	Law Changes
Alabama		X	
Alaska		X	
Arizona		X	
Arkansas			X
California		X	
Colorado		X	
Connecticut			X
Delaware		X	
District of Columbia		X	
Florida		X	
Georgia		X	
Hawaii		X	
Idaho		X	
Illinois		X	
Indiana			X
Iowa		X	
Kansas			X
Kentucky		X	
Louisiana		X	
Maine		X	
Maryland		X	
Massachusetts		X	
Michigan		X	
Minnesota		X	
Mississippi		X	
Missouri		X	
Montana		X	
Nebraska		X	
Nevada		X	
New Hampshire		X	
New Jersey		X	
New Mexico			X
New York		X	
North Carolina		X	
North Dakota		X	
Ohio			X
Oklahoma		X	
Oregon		X	
Pennsylvania		X	
Puerto Rico		X	
Rhode Island		X	
South Carolina		X	
South Dakota		X	
Tennessee		X	
Texas		X	
Utah		X	
Vermont			X
Virginia	X		
Washington		X	
West Virginia		X	
Wisconsin		X	
Wyoming		X	

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2. Jurisdictions Requiring Original Signature (Handwritten on Paper Copy as Opposed to Digital or Electronic Signature) for Statements of Actuarial Opinion

Original (Handwritten on Paper) Signature Required		
Jurisdiction	Domestic	Foreign
Alabama	No	No
Alaska	No	No
Arizona	No	No
Arkansas	No	No
California	No, but preferred	No, but preferred
Colorado	No	No
Connecticut	No	No
Delaware	No	No
District of Columbia	Yes	Yes
Florida	No	No
Georgia	No	No
Hawaii	No	No
Idaho	No	No
Illinois	No	No
Indiana	No	No
Iowa	No	No
Kansas	No	No
Kentucky	No	No
Louisiana	No	No
Maine	No	No
Maryland	No	No
Massachusetts	No	No
Michigan	No	N/A
Minnesota	Yes	Yes
Mississippi	No	No
Missouri	No	No
Montana	No	No
Nebraska	Yes	No
Nevada	No	No
New Hampshire	Yes	No
New Jersey	Yes	No
New Mexico	No	No
New York	No	No
North Carolina	Yes	No
North Dakota	No	No
Ohio	No	No
Oklahoma	No	No
Oregon	No	No
Pennsylvania	No	No
Puerto Rico	Yes	Yes
Rhode Island	No	No
South Carolina	Yes	No
South Dakota	No	No
Tennessee	Yes	No
Texas	No	No
Utah	No	No
Vermont	No	No
Virginia	No	No
Washington	No	No
West Virginia	No	No
Wisconsin	No	No
Wyoming	No	No

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3. Jurisdictions with Regulations for Captive Insurers

Jurisdiction	Have Captive Insurer Regulations
Alabama	Yes
Alaska	No
Arizona	Yes
Arkansas	Yes
California	No
Colorado	Yes
Connecticut	Yes
Delaware	Yes
District of Columbia	Yes
Florida	Yes
Georgia	Yes
Hawaii	Yes
Idaho	No
Illinois	Yes
Indiana	No
Iowa	Yes
Kansas	Yes
Kentucky	Yes
Louisiana	Yes
Maine	Yes
Maryland	Yes
Massachusetts	No
Michigan	Yes
Minnesota	No
Mississippi	No
Missouri	Yes

Jurisdiction	Have Captive Insurer Regulations
Montana	Yes
Nebraska	Yes
Nevada	Yes
New Hampshire	No
New Jersey	Yes
New Mexico	No
New York	Yes
North Carolina	Yes
North Dakota	No
Ohio	Yes
Oklahoma	Yes
Oregon	Yes
Pennsylvania	No
Puerto Rico	No
Rhode Island	Yes
South Carolina	Yes
South Dakota	Yes
Tennessee	Yes
Texas	Yes
Utah	Yes
Vermont	Yes
Virginia	Yes
Washington	No
West Virginia	Yes
Wisconsin	No
Wyoming	No

For further information about statutes and regulations applicable to captives, please contact the relevant insurance department.

B. NAIC SAO Instructions

Text of Instructions: Property/Casualty

Reproduced on the following pages are the instructions for the actuarial opinion as they appear in the *Official NAIC Annual Statement Instructions, Property/Casualty, for the 2025 reporting year* published by the National Association of Insurance Commissioners, pages 9-21.

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ACTUARIAL OPINION

1. There is to be included with or attached to Page 1 of the Annual Statement the statement of the Appointed Actuary, entitled “Statement of Actuarial Opinion” (Actuarial Opinion), setting forth his or her opinion relating to reserves specified in the SCOPE paragraph. The Actuarial Opinion, both the narrative and required Exhibits, shall be in the format of and contain the information required by this section of the *Annual Statement Instructions - Property and Casualty*.

Upon initial engagement, the Appointed Actuary must be appointed by the Board of Directors by December 31 of the calendar year for which the opinion is rendered. The Company shall notify the domiciliary commissioner within five business days of the initial appointment with the following information:

- a. Name and title (and, in the case of a consulting actuary, the name of the firm).
- b. Manner of appointment of the Appointed Actuary (e.g., who made the appointment and when).
- c. A statement that the person meets the requirements of a Qualified Actuary (or was approved by the domiciliary commissioner) and that documentation was provided to the Board of Directors.

Once this notification is furnished, no further notice is required with respect to this person unless the Board of Directors takes action to no longer appoint or retain the actuary or the actuary no longer meets the requirements of a Qualified Actuary.

If subject to the *U.S. Qualification Standards*, the Appointed Actuary shall annually attest to having met the continuing education requirements under Section 3 of the *U.S. Qualification Standards* for issuing Actuarial Opinions. As agreed with the actuarial organizations, the Casualty Actuarial Society (CAS) and Society of Actuaries (SOA) will determine the process for receiving the attestations for their respective members and make available the attestations to the public. An Appointed Actuary subject to the *U.S. Qualification Standards* and not a member of the CAS or SOA shall select one of the above organizations to submit their attestation.

The Appointed Actuary shall provide to the Board of Directors qualification documentation on occasion of their appointment directly or through company management. The documentation should include brief biographical information and a description of how the definition of “Qualified Actuary” is met or expected to be met (in the case of continuing education) for that year. The documentation should describe the Appointed Actuary’s responsible experience relevant to the subject of the

Actuarial Opinion. The Board of Directors shall document their review of those materials and any other information they may deem relevant, including information that may be requested directly from the Appointed Actuary. It is generally expected that the review of the Appointed Actuary's qualification documentation should take place at the level within a holding company structure that is responsible for overseeing insurance operations. If a statutory entity is a subsidiary or a non-lead pool member with an Appointed Actuary whose qualifications were reviewed by the pool lead or principal's Board, the statutory entity's Board can satisfy the review requirement by acknowledging the parent Board's review. This can be done by noting in the meeting minutes the name of the principal or lead entity and the date the parent Board reviewed the qualification documentation, or by attaching a copy of the parent Board's meeting minutes reflecting their review of the qualification documentation. The qualification documentation shall be considered workpapers and be available for inspection upon regulator request or during a financial examination.

If an actuary who was the Appointed Actuary for the immediately preceding filed Actuarial Opinion is replaced by an action of the Board of Directors, the Insurer shall within five (5) business days notify the Insurance Department of the state of domicile of this event. The Insurer shall also furnish the domiciliary commissioner with a separate letter within ten (10) business days of the above notification stating whether in the twenty-four (24) months preceding such event there were any disagreements with the former Appointed Actuary regarding the content of the opinion on matters of the risk of material adverse deviation, required disclosures, scope, procedures, type of opinion issued, substantive wording of the opinion or data quality. The disagreements required to be reported in response to this paragraph include both those resolved to the former Appointed Actuary's satisfaction and those not resolved to the former Appointed Actuary's satisfaction. The letter should include a description of each disagreement and the nature of its resolution (or that it was not resolved). Within this same ten (10) business days, the Insurer shall in writing also request such former Appointed Actuary to furnish a letter addressed to the Insurer stating whether the Appointed Actuary agrees with the statements contained in the Insurer's letter and, if not, stating the reasons for which he or she does not agree. The former Appointed Actuary shall provide a written response to the insurer within ten (10) business days of such request, and the Insurer shall furnish such responsive letter from the former Appointed Actuary to the domiciliary commissioner together with its own responses.

The Appointed Actuary must report to the Board of Directors each year on the items within the scope of the Actuarial Opinion. The Actuarial Opinion and the Actuarial Report must be made available to the Board of Directors. The minutes of the Board of Directors should indicate that the Appointed Actuary has presented such information to the Board of Directors and identify the manner of presentation (e.g., webinar, in-person presentation, written).

A separate Actuarial Opinion is required for each company filing an Annual Statement. When there is an affiliated company pooling arrangement, one Actuarial Report for the aggregate pool is sufficient, but there must be addendums to the Actuarial Report to cover non-pooled reserves for individual companies.

The Actuarial Opinion and the supporting Actuarial Report and workpapers should be consistent with the appropriate Actuarial Standards of Practice (ASOPs), including, but not limited to, ASOP No. 23, ASOP No. 36, ASOP No. 41 and ASOP No. 43, as promulgated by the Actuarial Standards Board.

1.A. Definitions

“Appointed Actuary” is a Qualified Actuary (or individual otherwise approved by the domiciliary commissioner) appointed by the Board of Directors in accordance with Section 1 of these instructions.

“Board of Directors” can include the designated Board of Directors, its equivalent or an appropriate committee directly reporting to the Board of Directors.

“Qualified Actuary” is a person who:

- (i) Meets the basic education, experience and continuing education requirements of the Specific Qualification Standard for Statements of Actuarial Opinion, NAIC Property and Casualty Annual Statement, as set forth in the *Qualification Standards for Actuaries Issuing Statements of Actuarial Opinion in the United States (U.S. Qualifications Standards)*, promulgated by the American Academy of Actuaries (Academy);
- (ii) Has obtained and maintains an Accepted Actuarial Designation; and
- (iii) Is a member of a professional actuarial association that requires adherence to the same *Code of Professional Conduct* promulgated by the Academy, requires adherence to the *U.S. Qualification Standards*, and participates in the Actuarial Board for Counseling and Discipline when its members are practicing in the U.S.

An exception to parts (i) and (ii) of this definition would be an actuary evaluated by the Academy’s Casualty Practice Council and determined to be a Qualified Actuary for particular lines of business and business activities.

“Accepted Actuarial Designation” in item (ii) of the definition of a Qualified Actuary, is an actuarial designation accepted as meeting or exceeding the NAIC’s Minimum Property/Casualty (P/C) Actuarial Educational Standards for a P/C Appointed Actuary (published on the NAIC website). The following actuarial designations, with any noted conditions, are accepted as meeting or exceeding basic education minimum standards:

- (i) Fellow of the CAS (FCAS) – Condition: basic education must include Exam 6 – Regulation and Financial Reporting (United States);
- (ii) Associate of the CAS (ACAS) – Conditions: basic education must include Exam 6 – Regulation and Financial Reporting (United States) and Exam 7 – Estimation of Policy Liabilities, Insurance Company Valuation, and Enterprise Risk Management;
- (iii) Fellow of the SOA (FSA) – Conditions: basic education must include completion of the general insurance track, including the following optional exams: the United States’ version of the Financial and Regulatory Environment Exam and the Advanced Topics in General Insurance Exam.

The table below provides some allowable exam substitutions for (i), (ii) and (iii) in the definition of “Accepted Actuarial Designation.” Noting that CAS exams have changed over time, exceptions for (i) and (ii) provide for FCAS/ACAS designations achieved before an exam was created (e.g. CAS Exam 6-US) or with an earlier version of an exam or exam topic (e.g., 2010 CAS Exam 6 instead of the current CAS Exam 7 Section A). FCAS/ACAS qualified under the 2018 and prior

Statement of Actuarial Opinion instructions can use the noted substitution rules to achieve qualification under the new instructions by demonstrating basic and/or continuing education of the required topics including material in CAS Exam 6 (US) and section A of CAS Exam 7 (in the May 2019 CAS syllabus). Exceptions for (iii) for an FSA are also included in the table. The SOA exams completed in the general insurance track in 2019 and prior should be supplemented with continuing education and experience to meet basic education requirements in the *U.S. Qualification Standards*. For purpose of these instructions only, the table also includes specific exams from other organizations that are accepted as substitutes.

Exception for (i), (ii), or (iii)	Exam:	Exam Substitution Allowed*
(i) and (ii)	CAS Exam 6 (US)	<ol style="list-style-type: none"> Any CAS version of a U.S. P/C statutory accounting and regulation exam administered prior to creation of the CAS Exam 6 (US) in 2011. An FCAS or ACAS earned prior to 2021 who did not pass CAS Exam 6 (US) or an allowable exam substitution, may substitute experience and/or continuing education for CAS Exam 6 (US) provided the Appointed Actuary explains in his/her qualification documentation how knowledge of U.S. financial reporting and regulation was obtained. SOA FREU (US) Exam
(ii)	CAS Exam 7	<ol style="list-style-type: none"> Any CAS version of an exam including advanced P/C reserving administered prior to creation of Exam 7 in 2011. An ACAS earned prior to 2021 who did not pass CAS Exam 7 or an allowable exam substitution, may substitute experience and/or continuing education for CAS Exam 7 provided the Appointed Actuary explains in his/her qualification documentation how knowledge of the additional reserving topics in CAS Exam 7 (Section A) in the May 2019 syllabus was obtained. SOA Advanced Topics Exam (Note: The ERM portion of Exam 7 is not needed to meet NAIC educational standards, therefore SOA ERM Exam is not needed for the substitution for this purpose.)
(iii)	SOA FREU (US) Exam	<ol style="list-style-type: none"> CAS Exam 6 (US) Any CAS version of a U.S. statutory accounting and regulation exam administered prior to creation of the CAS Exam 6 in 2011.
(iii)	SOA Advanced Topics Exam	<ol style="list-style-type: none"> CAS Exam 7 Any CAS version of an exam containing the advanced techniques to estimate policy liabilities (i.e., advanced reserving).
* Note: These exam substitutions only apply to these instructions and are not applicable for CAS or SOA exam waivers.		

“Insurer” or “Company” means an insurer or reinsurer authorized to write property and/or casualty insurance under the laws of any state and who files on the Property and Casualty Blank.

“Actuarial Report” means a document or other presentation prepared as a formal means of conveying to the state regulatory authority and the Board of Directors the Appointed Actuary’s professional conclusions and recommendations of recording and communicating the methods and procedures, of assuring that the parties addressed are aware of the significance of the Appointed Actuary’s opinion or findings and of documenting the analysis underlying the opinion. The required content of the Actuarial Report is further described in paragraph 7. (Note that the inclusion of the Board of Directors as part of the intended audience for the Actuarial Report does not change the content of the Actuarial Report as described in paragraph 7. The Appointed Actuary should present findings to the Board of Directors in a manner deemed suitable for such audience.)

“Property and Casualty (P&C) Long Duration Contracts” refers to contracts (excluding financial guaranty contracts, mortgage guaranty contracts and surety contracts) that fulfill both of the following conditions: (1) the contract term is greater than or equal to 13 months; and (2) the insurer can neither cancel the contract nor increase the premium during the contract term. These contracts are subject to the three tests of *SSAP No. 65—Property and Casualty Contracts* of the *NAIC Accounting Practices and Procedures Manual*.

“Accident and Health (A&H) Long Duration Contracts” refers to A&H contracts in which the contract term is greater than or equal to 13 months and contract reserves are required. See Schedule H instructions for a description of categories of contract reserves, as well as policy features that give rise to contract reserves. Two specific examples of contracts that typically require contract reserves are long-term care and disability income insurance.

1.B. Exemptions

An insurer who intends to file for one of the exemptions under this Section must submit a letter of intent to its domiciliary commissioner no later than December 1 of the calendar year for which the exemption is to be claimed. The commissioner may deny the exemption prior to December 31 of the same year if he or she deems the exemption inappropriate.

A copy of the approved exemption must be filed with the Annual Statement in all jurisdictions in which the company is authorized.

Exemption for Small Companies

An insurer that has less than \$1,000,000 total direct plus assumed written premiums during a calendar year, and less than \$1,000,000 total direct plus assumed loss and loss adjustment expense reserves at year-end, in lieu of the Actuarial Opinion required for the calendar year, may submit an affidavit under oath of an officer of the insurer that specifies the amounts of direct plus assumed written premiums and direct plus assumed loss and loss adjustment reserves.

Exemption for Insurers under Supervision or Conservatorship

Unless ordered by the domiciliary commissioner, an insurer that is under supervision or conservatorship pursuant to statutory provision is exempt from the filing requirements contained herein.

Exemption for Nature of Business

An insurer otherwise subject to the requirement and not eligible for an exemption as enumerated above may apply to its domiciliary commissioner for an exemption based on the nature of business written.

Financial Hardship Exemption

An insurer otherwise subject to this requirement and not eligible for an exemption as enumerated above may apply to the commissioner for a financial hardship exemption. Financial hardship is presumed to exist if the projected reasonable cost of the Actuarial Opinion would exceed the lesser of:

- (i) One percent (1%) of the insurer's capital and surplus reflected in the insurer's latest quarterly statement for the calendar year for which the exemption is sought; or
- (ii) Three percent (3%) of the insurer's direct plus assumed premiums written during the calendar year for which the exemption is sought as projected from the insurer's latest quarterly statements filed with its domiciliary commissioner.

1.C. Reporting Requirements for Pooled Companies

For each company in the pool, the Appointed Actuary shall include a description of the pool, identification of the lead company, and a listing of all companies in the pool, their state of domicile and their respective pooling percentages.

Exhibits A and B for each company in the pool should represent the company's share of the pool and should reconcile to the financial statement for that company.

The following paragraph applies to companies that have a 0% share of the pool (no reported Schedule P data). The company shall submit an Actuarial Opinion that reads similar to that provided for the lead company. For example, the IRIS ratio and risk of material adverse deviation discussions, and other relevant comments shall relate to the risks of the lead company in the pool. The Exhibit B responses to question 5 should be \$0 and to question 6 should be "not applicable." Exhibits A and B of the lead company should be attached as an addendum to the PDF file and/or hard copy being filed (but would not be reported by the 0% companies in their data capture).

- 2. The Actuarial Opinion must consist of an IDENTIFICATION paragraph identifying the Appointed Actuary; a SCOPE paragraph identifying the subjects on which an opinion is to be expressed and describing the scope of the Appointed Actuary's work; an OPINION paragraph expressing his or her opinion with respect to such subjects; and one or more additional RELEVANT COMMENTS paragraphs. These four sections must be clearly designated.
- 3. The IDENTIFICATION paragraph should indicate the Appointed Actuary's relationship to the Company, qualifications for acting as Appointed Actuary and date of appointment and specify that the appointment was made by the Board of Directors.

If the Appointed Actuary was approved by the Academy to be a "Qualified Actuary," with or without limitation, or if the Appointed Actuary is not a Qualified Actuary but was approved by the domiciliary commissioner, the company must attach, each year, the approval letter and reference such in the identification paragraph.

4. The SCOPE paragraph should contain a sentence such as the following:

“I have examined the actuarial assumptions and methods used in determining reserves listed in Exhibit A, as shown in the Annual Statement of the Company as prepared for filing with state regulatory officials, as of December 31, 20__, and reviewed information provided to me through XXX date.”

Exhibit A should list those items and amounts with respect to which the Appointed Actuary is expressing an opinion.

The Appointed Actuary should state that the items in the SCOPE, on which he or she is expressing an opinion, reflect the Disclosure items 8 through 13.2 in Exhibit B.

The SCOPE paragraph should include a paragraph such as the following regarding the data used by the Appointed Actuary in forming the opinion:

“In forming my opinion on the loss and loss adjustment expense reserves, I relied upon data prepared by _____ (officer name and title at the Company). I evaluated that data for reasonableness and consistency. I also reconciled that data to Schedule P, Part 1 of the Company’s current Annual Statement. In other respects, my examination included such review of the actuarial assumptions and methods used and such tests of the calculations as I considered necessary.”

5. The OPINION paragraph should include a sentence that at least covers the points listed in the following illustration:

“In my opinion, the amounts carried in Exhibit A on account of the items identified:

- A. Meet the requirements of the insurance laws of (state of domicile).
- B. Are computed in accordance with accepted actuarial standards.
- C. Make a reasonable provision for all unpaid loss and loss adjustment expense obligations of the Company under the terms of its contracts and agreements.”

If the Scope includes material Unearned Premium Reserves for P&C Long Duration Contracts or Other Loss Reserve items on which the Appointed Actuary is expressing an opinion, the Actuarial Opinion should contain language such as the following:

- D. Make a reasonable provision for the unearned premium reserves for P&C Long Duration Contracts and/or <insert Other Loss Reserve item on which the Appointed Actuary is expressing an Opinion> of the Company under the terms of its contracts and agreements.

If there is any aggregation or combination of items in Exhibit A, the opinion language should clearly identify the combined items.

Insurance laws and regulations shall at all times take precedence over the actuarial standards.

If the Appointed Actuary has made use of the analysis of another actuary not within the Appointed Actuary's control (such as for pools and associations, for a subsidiary, or for special lines of business) for a material portion of the reserves, the other actuary must be identified by name, credential and affiliation within the OPINION paragraph. If the Appointed Actuary has made use of the work of a non-actuary (such as for modeling) for a material portion of the reserves, that individual must be identified by name and affiliation and a description of the type of analysis performed must be provided.

A Statement of Actuarial Opinion should be made in accordance with one of the following sections (1 through 5). The Appointed Actuary must explicitly identify in Exhibit B which type applies.

1. Determination of Reasonable Provision. When the carried reserve amount is within the Appointed Actuary's range of reasonable reserve estimates, the Appointed Actuary should issue a Statement of Actuarial Opinion that the carried reserve amount makes a reasonable provision for the liabilities associated with the specified reserves.
2. Determination of Deficient or Inadequate Provision. When the carried reserve amount is less than the minimum amount that the Appointed Actuary believes is reasonable, the Appointed Actuary should issue a Statement of Actuarial Opinion that the carried reserve amount does not make a reasonable provision for the liabilities associated with the specified reserves. In addition, the Appointed Actuary should disclose the minimum amount that the Appointed Actuary believes is reasonable.
3. Determination of Redundant or Excessive Provision. When the carried reserve amount is greater than the maximum amount that the Appointed Actuary believes is reasonable, the Appointed Actuary should issue a Statement of Actuarial Opinion that the carried reserve amount does not make a reasonable provision for the liabilities associated with the specified reserves. In addition, the Appointed Actuary should disclose the maximum amount that the Appointed Actuary believes is reasonable.
4. Qualified Opinion. When, in the Appointed Actuary's opinion, the reserves for a certain item or items are in question because they cannot be reasonably estimated or the Appointed Actuary is unable to render an opinion on those items, the Appointed Actuary should issue a qualified Statement of Actuarial Opinion. The Appointed Actuary should disclose the item (or items) to which the qualification relates, the reason(s) for the qualification and the amounts for such item(s), if disclosed by the Company. Such a qualified opinion should state whether the carried reserve amount makes a reasonable provision for the liabilities associated with the specified reserves, *except for* the item (or items) to which the qualification relates. The Appointed Actuary is not required to issue a qualified opinion if the Appointed Actuary reasonably believes that the item (or items) in question are not likely to be material.
5. No Opinion. The Appointed Actuary's ability to give an opinion is dependent upon data, analyses, assumptions, and related information that are sufficient to support a conclusion. If the Appointed Actuary cannot reach a conclusion due to deficiencies or limitations in the data, analyses, assumptions, or related information, then the Appointed Actuary may issue a statement of no opinion. A statement of no opinion should include a description of the reasons why no opinion could be given.

6. The Appointed Actuary must provide RELEVANT COMMENT paragraphs to address the following topics of regulatory importance.

A. Company-Specific Risk Factors

The Appointed Actuary should include an explanatory paragraph to describe the major factors, combination of factors or particular conditions underlying the risks and uncertainties the Appointed Actuary considers relevant. The explanatory paragraph should not include general, broad statements about risks and uncertainties due to economic changes, judicial decisions, regulatory actions, political or social forces, etc., nor is the Appointed Actuary required to include an exhaustive list of all potential sources of risks and uncertainties.

B. Risk of Material Adverse Deviation

The Appointed Actuary must provide specific RELEVANT COMMENT paragraphs to address the risk of material adverse deviation. The Appointed Actuary must identify the materiality standard and the basis for establishing this standard. The materiality standard must also be disclosed in U.S. dollars in Exhibit B: Disclosures. The Appointed Actuary should explicitly state whether or not he or she reasonably believes that there are significant risks and uncertainties that could result in material adverse deviation. This determination is also to be disclosed in Exhibit B.

C. Other Disclosures in Exhibit B

RELEVANT COMMENT paragraphs should describe the significance of each of the remaining Disclosure items (8 through 14) in Exhibit B. The Appointed Actuary should address the items individually and in combination when commenting on a material impact.

D. Reinsurance

RELEVANT COMMENT paragraphs should address reinsurance collectability, retroactive reinsurance and financial reinsurance. The Appointed Actuary's comments on reinsurance collectability should address any uncertainty associated with including potentially uncollectable amounts in the estimate of ceded reserves. Before commenting on reinsurance collectability, the Appointed Actuary should solicit information from management on any actual collectability problems, review ratings given to reinsurers by a recognized rating service, and examine Schedule F for the current year for indications of regulatory action or reinsurance recoverable on paid losses over ninety (90) days past due. The comment should also reflect any other information the Appointed Actuary has received from management or that is publicly available about the capability or willingness of reinsurers to pay claims. The Appointed Actuary's comments do not imply an opinion on the financial condition of any reinsurer.

Retroactive reinsurance refers to agreements referenced in SSAP No. 62~~R~~-*Property and Casualty Reinsurance* of the NAIC *Accounting Practices and Procedures Manual*.

Financial reinsurance refers to contracts referenced in SSAP No. 62~~R~~ in which credit is not allowed for the ceding insurer because the arrangements do not include a transfer of both timing and underwriting risk that the reinsurer undertakes in fact to indemnify the ceding insurer against loss or liability by reason of the original insurance.

E. IRIS Ratios

If the Company's reserves will create exceptional values using the NAIC IRIS Tests for One-Year Reserve Development to Policyholders' Surplus, Two-Year Reserve Development to Policyholders' Surplus or Estimated Current Reserve Deficiency to Policyholders' Surplus, the Appointed Actuary must include RELEVANT COMMENT on the factors that led to the unusual value(s).

F. Methods and Assumptions

If there has been any significant change in the actuarial assumptions and/or methods from those previously employed, that change should be described in a RELEVANT COMMENT paragraph. If the Appointed Actuary is newly appointed and does not review the work of the prior Appointed Actuary, then the Appointed Actuary should disclose this.

7. The Actuarial Opinion must include assurance that an Actuarial Report and underlying actuarial workpapers supporting the Actuarial Opinion will be maintained at the Company and available for regulatory examination for seven (7) years. The Actuarial Report contains significant proprietary information. It is expected that the Actuarial Report be held confidential and not be intended for public inspection. The Actuarial Report must be available by May 1 of the year following the year-end for which the Actuarial Opinion was rendered or within two (2) weeks after a request from an individual state commissioner.

The Actuarial Report should be consistent with the documentation and disclosure requirements of ASOP No. 41, Actuarial Communications. The Actuarial Report must contain both narrative and technical components. The narrative component should provide sufficient detail to clearly explain to Company management, the Board of Directors, the regulator or other authority the findings, recommendations and conclusions, as well as their significance. The technical component should provide sufficient documentation and disclosure for another actuary practicing in the same field to evaluate the work. This technical component must show the analysis from the basic data (e.g., loss triangles) to the conclusions.

Actuarial Guideline LI—The Application of Asset Adequacy Testing to Long-Term Care Insurance Reserves (AG 51) in the NAIC *Accounting Practices and Procedures Manual* requires a company with over 10,000 in force lives covered by long-term care (LTC) insurance contracts as of the valuation date to perform a stand-alone asset adequacy analysis for its in force long-term care (LTC) contracts. The Actuarial Report and workpapers summarizing the results, assumptions and testing procedures for the asset adequacy testing of LTC business must be in compliance with AG 51 requirements. When referring to AG 51, the term “Actuarial Memorandum” is synonymous with Actuarial Report and workpapers.

The Actuarial Report should contain disclosure of all reserve amounts associated with A&H Long Duration Contracts reported by the Company; the reserve amounts in the Actuarial Report should tie to the Annual Statement.

The Actuarial Report must also include:

- A. A description of the Appointed Actuary's relationship to the Company, with clear presentation of the Appointed Actuary's role in advising the Board of Directors and/or management regarding the carried reserves. The Actuarial Report should identify how and when the Appointed Actuary presents the analysis to the Board of Directors and, where applicable, to the officer(s) of the Company responsible for determining the carried reserves.
 - B. An exhibit that ties to the Annual Statement and compares the Appointed Actuary's conclusions to the carried amounts consistent with the segmentation of exposure or liability groupings used in the analysis. The Appointed Actuary's conclusions include the Appointed Actuary's point estimate(s), range(s) of reasonable estimates or both.
 - C. An exhibit that reconciles and maps the data used by the Appointed Actuary, consistent with the segmentation of exposure or liability groupings used in the Appointed Actuary's analysis, to the Annual Statement Schedule P line of business reporting. An explanation should be provided for any material differences.
 - D. An exhibit or appendix showing the change in the Appointed Actuary's estimates from the prior Actuarial Report, including extended discussion of factors underlying any material changes. The exhibit or appendix should illustrate the changes on a net basis but should also include the changes on a gross basis, if relevant. If the Appointed Actuary is newly appointed and does not review the work of the prior Appointed Actuary, then the Appointed Actuary should disclose this.
 - E. Extended comments on trends that indicate the presence or absence of risks and uncertainties that could result in material adverse deviation.
 - F. Extended comments on factors that led to unusual IRIS ratios for One-Year Reserve Development to Policyholders' Surplus, Two-Year Reserve Development to Policyholders' Surplus or Estimated Current Reserve Deficiency to Policyholders' Surplus, and how these factors were addressed in prior and current analyses.
8. The Actuarial Opinion should conclude with the signature of the Appointed Actuary responsible for providing the Actuarial Opinion and the date when the Actuarial Opinion was rendered. The signature and date should appear in the following format:

Signature of Appointed Actuary
Printed name of Appointed Actuary
Employer's name
Address of Appointed Actuary
Telephone number of Appointed Actuary
Email address of Appointed Actuary
Date opinion was rendered

The same information should be reproduced within the Actuarial Report, along with the date the Actuarial Report was finalized.

9. The Insurer required to furnish an Actuarial Opinion shall require its Appointed Actuary to notify its Board of Directors or its audit committee in writing within five (5) business days after any determination by the Appointed Actuary that the Actuarial Opinion submitted to the domiciliary commissioner was in error as a result of reliance on data or other information (other than assumptions) that, as of the balance sheet date, was factually incorrect. The Actuarial Opinion shall be considered to be in error if the Actuarial Opinion would have not been issued or would have been materially altered had the correct data or other information been used. The Actuarial Opinion shall not be considered to be in error if it would have been materially altered or not issued solely because of data or information concerning events subsequent to the balance sheet date or because actual results differ from those projected. Notification is required when discovery is made between the issuance of the Actuarial Opinion and Dec. 31 of that year. Notification should include a summary of such findings.

If the Appointed Actuary learns that the data or other information relied upon was factually incorrect, but cannot immediately determine what, if any, changes are needed in the Actuarial Opinion, the Appointed Actuary and the Company should quickly undertake procedures necessary for the Appointed Actuary to make such determination. If the Insurer does not provide the necessary data corrections and other support (including financial support) within ten (10) business days, the Appointed Actuary should proceed with the notification to the Board of Directors and the domiciliary commissioner.

An Insurer who is notified pursuant to the preceding paragraphs shall forward a copy of the amended Actuarial Opinion to the domiciliary commissioner within five (5) business days of receipt of such and shall provide the Appointed Actuary making the notification with a copy of the letter and amended Actuarial Opinion submitted to the domiciliary commissioner. If the Appointed Actuary fails to receive such copy within the five (5) business day period referred to in the previous sentence, the Appointed Actuary shall notify the domiciliary commissioner within the next five (5) business days that an amended Actuarial Opinion has been finalized.

No Appointed Actuary shall be liable in any manner to any person for any statement made in connection with the above paragraphs if such statement is made in a good faith effort to comply with the above paragraphs.

10. Data in Exhibits A and B are to be filed in both print and data capture format.

Exhibit A: SCOPE

DATA TO BE FILED IN BOTH PRINT AND DATA CAPTURE FORMATS

Loss and Loss Adjustment Expense Reserves	Amount
1. Unpaid Losses (Liabilities, Surplus and Other Funds page, Col. 1, Line 1)	\$ _____
2. Unpaid Loss Adjustment Expenses (Liabilities, Surplus and Other Funds page, Col. 1, Line 3)	\$ _____
3. Unpaid Losses — Direct and Assumed (Should equal Schedule P, Part 1, Summary, Totals from Cols. 13 and 15, Line 12 * 1000)	\$ _____
4. Unpaid Loss Adjustment Expenses — Direct and Assumed (Should equal Schedule P, Part 1, Summary, Totals from Cols. 17, 19 and 21, Line 12 * 1000)	\$ _____
5. The Page 3 write-in item reserve, “Retroactive Reinsurance Reserve Assumed”	\$ _____
6. Other Loss Reserve items on which the Appointed Actuary is expressing an Opinion (list separately, adding additional lines as needed)	\$ _____
Premium Reserves	Amount
7. Reserve for Direct and Assumed Unearned Premiums for P&C Long Duration Contracts	\$ _____
8. Reserve for Net Unearned Premiums for P&C Long Duration Contracts	\$ _____
9. Other Premium Reserve items on which the Appointed Actuary is expressing an Opinion (list separately, adding additional lines as needed)	\$ _____

Exhibit B: DISCLOSURES

DATA TO BE FILED IN BOTH PRINT AND DATA CAPTURE FORMATS

Note: Exhibit B should be completed for Net dollar amounts included in the SCOPE. If an answer would be different for Direct and Assumed amounts, identify and discuss the difference within RELEVANT COMMENTS.

1. Name of the Appointed Actuary	<Last	First	Middle>
2. The Appointed Actuary's relationship to the Company. Enter E or C based upon the following: E - if an Employee of the Company or Group C - if a Consultant			
3. The Appointed Actuary's Accepted Actuarial Designation (indicated by the letter code): F - if a Fellow of the Casualty Actuarial Society (FCAS) A - if an Associate of the Casualty Actuarial Society (ACAS) S - if a Fellow of the Society of Actuaries (FSA) through the General Insurance Track M - if the actuary does not have an Accepted Actuarial Designation but is approved by the Academy's Casualty Practice Council. O - for other			
4. Type of Opinion, as identified in the OPINION paragraph. Enter R, I, E, Q, or N based upon the following: R - if Reasonable I - if Inadequate or Deficient Provision E - if Excessive or Redundant Provision Q - if Qualified. Use Q when part of the OPINION is Qualified N - if No Opinion			
5. Materiality Standard expressed in U.S. dollars (used to answer Question #6)	\$		
6. Are there significant risks that could result in Material Adverse Deviation?	Yes []	No []	N/A []
7. Statutory Surplus (Liabilities, Surplus and Other Funds page, Col. 1, Line 37)	\$		
8. Anticipated net salvage and subrogation included as a reduction to loss reserves as reported in Schedule P (should equal Part 1 Summary, Col. 23, Line 12 * 1000)	\$		
9. Discount included as a reduction to loss reserves and loss adjustment expense reserves as reported in Schedule P 9.1 Nontabular Discount [Notes, Line 32B23, (Amounts 1, 2, 3, & 4)], Electronic Filing Cols. 1, 2, 3, & 4 9.2 Tabular Discount [Notes, Line 32A23, (Amounts 1 & 2)], Electronic Filing Cols. 1 & 2	\$		
10. The net reserves for losses and loss adjustment expenses for the Company's share of voluntary and involuntary underwriting pools' and associations' unpaid losses and loss adjustment expenses that are included in reserves shown on the Liabilities, Surplus and Other Funds page, Losses and Loss Adjustment Expenses lines.	\$		

11. The net reserves for losses and loss adjustment expenses that the Company carries for the following liabilities included on the Liabilities, Surplus and Other Funds page, Losses and Loss Adjustment Expenses lines.* 11.1 Asbestos, as disclosed in the Notes to Financial Statements (Notes, Line 33A03D, ending net asbestos reserves for current year) Electronic Filing Col. 5 11.2 Environmental, as disclosed in the Notes to Financial Statements (Notes, Line 33D03D, ending net environmental reserves for current year) Electronic Filing Col. 5	\$ \$			
12. The total claims made extended loss and loss adjustment expense, and unearned premium reserves (Greater than or equal to Schedule P Interrogatories). 12.1 Amount reported as loss and loss adjustment expense reserves 12.2 Amount reported as unearned premium reserves	\$ \$			
13. The net reserves for the A&H Long Duration Contracts that the Company carries on the following lines on the Liabilities, Surplus and Other Funds page: 13.1 Losses 13.2 Loss Adjustment Expenses 13.3 Unearned Premium 13.4 Write-In (list separately, adding additional lines as needed, and identify (e.g., "Premium Deficiency Reserves", "Contract Reserves other than Premium Deficiency Reserves" or "AG 51 Reserves"))	\$ \$ \$ \$			
14. Other items on which the Appointed Actuary is providing relevant comment (list separately, adding additional lines as needed)	\$			

- * The reserves disclosed in item 11 above, should exclude amounts relating to contracts specifically written to cover asbestos and environmental exposures. Contracts specifically written to cover these exposures include Environmental Impairment Liability (post 1986), Asbestos Abatement, Pollution Legal Liability, Contractor's Pollution Liability, Consultant's Environmental Liability, and Pollution and Remediation Legal Liability.

Tabular Summary of Requirements: Property/Casualty

Topic	Provision	Citation
State law	Must meet requirements of insurance laws of state of domicile; insurance laws take precedence over actuarial standards	NAIC SAO Instr (5)
Actuarial standards	Reserves computed in accordance with accepted actuarial standards	NAIC SAO Instr (5)
Amount	Makes reasonable provision for Company's obligations under its contracts and agreements	NAIC SAO Instr (5)
Change in opinion	If factually incorrect data causes material change in opinion, actuary must notify Company within five days	NAIC SAO Instr (9)
Opinion	Must be characterized as one of the following or as "no opinion": <ul style="list-style-type: none"> • Reasonable • Deficient or Inadequate • Redundant or Excessive • Qualified 	NAIC SAO Instr (5)
No opinion	If actuary is unable to form an opinion, he or she should issue a statement of no opinion, including a description of the reasons why no opinion could be given	NAIC SAO Instr (5)
Scope — loss reserves	Unpaid losses — net Unpaid LAE — net Unpaid losses — direct & assumed Unpaid LAE — direct & assumed Retroactive reinsurance reserve, ceded or assumed Other loss reserve items	NAIC SAO Instr (Exhibit A)
Scope — premium reserves	For amounts associated with these policies only: <ul style="list-style-type: none"> • Reserve for direct and assumed unearned premiums for P&C long-duration contracts • Reserve for net unearned premiums for P&C long-duration contracts • Other premium reserve items 	NAIC SAO Instr (Exhibit A)
Data evaluation	For reasonableness and consistency	NAIC SAO Instr (4)
Reconciliation	Data to Schedule P, Part 1 should be included in the actuarial report	NAIC SAO Instr (4) NAIC SAO Instr (7)

Topic	Provision	Citation
Material change in actuarial assumptions or methods	Describe change from prior year	NAIC SAO Instr (6F)
Retroactive reinsurance	Must state amount assumed Relevant Comment section	NAIC SAO Instr (6D) NAIC SAO Instr (Exhibit A)
Financial reinsurance	Relevant Comment section	NAIC SAO Instr (6D)
IRIS ratios	Explain exceptional values in ratios: 1-yr reserve development to surplus, 2-yr reserve development to surplus, and estimated current reserve deficiency to surplus	NAIC SAO Instr (6E)
Reinsurance	Comment on collectability	NAIC SAO Instr (6D)
Disclosures	State amounts included in Scope: <ul style="list-style-type: none"> • Name of appointed actuary • Relationship to Company • Basis of qualification • Type of opinion • Materiality standard • Risk of material adverse deviation • Statutory surplus • Salvage and subrogation • Discount (nontabular and tabular) • Pools and associations • Asbestos • Environmental • Extended loss reserves • Extended unearned premium reserves • A&H Long Duration Contracts • Other items 	NAIC SAO Instr (Exhibit B)
P&C Long Duration Contracts	Provision for unearned premium reserves included in Scope	NAIC SAO Instr (1A) NAIC SAO Instr (5D)
Risks of material adverse deviation	Relevant Comments section should explicitly state whether there are significant risks that could result in material adverse deviation Also comment on these risks in Report	NAIC SAO Instr (6A) NAIC SAO Instr (6B) NAIC SAO Instr (7)

Topic	Provision	Citation
Report and work papers	<p>Must be consistent with ASOP No. 41 To be kept by Company for 7 years Must be available by May 1 or within 2 weeks of a request by a Commissioner</p> <p>Include:</p> <ul style="list-style-type: none"> • Description of Appointed Actuary's relationship to Company and role in advising Company regarding the carried reserves • Technical analysis from basic data to conclusions • Exhibit that ties to AnnStat and compares conclusions to carried amounts • Best estimate and/or range • Change in estimates from prior Actuarial Report • Reconciliation to Schedule P • Risks of material adverse deviation • Unusual IRIS ratios 	NAIC SAO Instr (7)
Actuarial Opinion Summary	<p>Due March 15 Presumed confidential</p> <p>Signed by opining actuary Should include:</p> <ul style="list-style-type: none"> • Range and/or point estimate net and gross of reinsurance • Recorded reserve net and gross of reinsurance • Difference between carried reserve and actuary's estimate net and gross of reinsurance <p>If adverse development >five percent of surplus in at least three of last five years, include description of major contributors</p>	<p>Ann Stat Instructions</p> <p>Annual Supplements AOS (1), (4), (5)</p>
Pooled companies	<p>Include:</p> <ul style="list-style-type: none"> • Description of pool • Identification of lead Company • List of companies in pool • Exhibits A and B representing Company's share in pool <p>Attach lead Company Exhibits A and B as addendum to non-lead Company</p> <p>IRIS ratios, risk of material adverse deviation, other relevant comments should relate to lead Company</p>	NAIC SAO Instr (1C)

Text of Instructions: Title Insurance

Reproduced on the following pages are the instructions for the actuarial opinion as they appear in the *Official NAIC Annual Statement Instructions – Title* for the 2025 reporting year published by the National Association of Insurance Commissioners, pages 7-15.

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ACTUARIAL OPINION

1. There is to be included with or attached to Page 1 of the Annual Statement, the statement of a Qualified Actuary, entitled “Statement of Actuarial Opinion” (Actuarial Opinion) setting forth his or her opinion relating to reserves specified in the SCOPE paragraph. The Actuarial Opinion, both the narrative and **required** exhibits, shall be in the format of and contain the information required by this section of the *Annual Statement Instructions - Title*.

Upon initial engagement, the Appointed Actuary must be appointed by the Board of Directors by December 31 of the calendar year for which the opinion is rendered. The Company shall notify the domiciliary commissioner within five business days of the appointment with the following information:

- a. Name and title (and, in the case of a consulting actuary, the name of the firm).
- b. Manner of appointment of the Appointed Actuary (e.g., who made the appointment and when).
- c. A statement that the person meets the requirements of a Qualified Actuary (or was approved by the domiciliary commissioner).

Once this notification is furnished, no further notice is required with respect to this person unless the Board of Directors takes action to no longer appoint or retain the actuary or the actuary no longer meets the requirements of a Qualified Actuary.

If an actuary who was the Appointed Actuary for the immediately preceding filed Actuarial Opinion is replaced by an action of the Board of Directors, the Insurer shall within five (5) business days notify the Insurance Department of the state of domicile of this event. The Insurer shall also furnish the domiciliary commissioner with a separate letter within ten (10) business days of the above notification stating whether in the twenty-four (24) months preceding such event there were any disagreements with the former Appointed Actuary regarding the content of the opinion on matters of the risk of material adverse deviation, required disclosures, scope, procedures, type of opinion issued, substantive wording of the opinion or data quality. The disagreements required to be reported in response to this paragraph include both those resolved to the former Appointed Actuary’s satisfaction and those not resolved to the former Appointed Actuary’s satisfaction. The letter should include a description of each disagreement and the nature of its resolution (or that it was not resolved). Within this same ten (10) business days, the Insurer shall in writing also request such former Appointed Actuary to furnish a letter addressed to the Insurer stating whether the Appointed Actuary agrees with the statements contained in Insurer’s letter and, if not, stating the reasons for which he or she does not agree. The former Appointed Actuary shall provide a written response to the insurer within ten

(10) business days of such request, and the Insurer shall furnish such responsive letter from the former Appointed Actuary to the domiciliary commissioner together with its own responses.

The Appointed Actuary must report to the Board of Directors each year on the items within the scope of the Actuarial Opinion. The Actuarial Opinion and the Actuarial Report must be made available to the Board of Directors. The minutes of the Board of Directors should indicate that the Appointed Actuary has presented such information to the Board of Directors and identify the manner of presentation (e.g., webinar, in-person presentation, written). A separate Actuarial Opinion is required for each company filing an Annual Statement. When there is an affiliated company pooling arrangement, one Actuarial Report for the aggregate pool is sufficient, but there must be addendums to the Actuarial Report to cover non-pooled reserves for individual companies.

The Actuarial Opinion and the supporting Actuarial Report and workpapers, should be consistent with the appropriate Actuarial Standards of Practice (ASOPs), including but not limited to ASOP No.23, ASOP No.36, ASOP No.41 and ASOP No.43, as promulgated by the Actuarial Standards Board.

1.A. Definitions

“Appointed Actuary” is a Qualified Actuary (or individual otherwise approved by the domiciliary commissioner) appointed by the Board of Directors in accordance with Section 1 of these instructions.

“Board of Directors” can include the designated Board of Directors, its equivalent or an appropriate committee directly reporting to the Board of Directors.

“Qualified Actuary” is a person who is either:

- (i) A member in good standing of the Casualty Actuarial Society; or
- (ii) An actuary evaluated by the Casualty Practice Council of the American Academy of Actuaries and determined to be a Qualified Actuary for title insurance.

“Insurer” or “Company” means a reporting entity authorized to write title insurance under the laws of any state and who files on the Title Blank.

“Actuarial Report” means a document or other presentation, prepared as a formal means of conveying to the state regulatory authority and the Board of Directors the Appointed Actuary’s professional conclusions and recommendations, of recording and communicating the methods and procedures, of assuring that the parties addressed are aware of the significance of the Appointed Actuary’s opinion or findings and of documenting the analysis underlying the opinion. The required content of the Actuarial Report is further described in paragraph 7. (Note that the inclusion of the Board of Directors as part of the intended audience for the Actuarial Report does not change the content of the Actuarial Report as described in paragraph 7. The Appointed Actuary should present findings to the Board of Directors in a manner deemed suitable for such audience.)

1.B. Exemptions

An insurer who intends to file for one of the exemptions under this section must submit a letter of intent to its domiciliary commissioner no later than December 1 of the calendar year for which the exemption is to be claimed. The commissioner may deny the exemption prior to December 31 of the same year if the exemption is deemed inappropriate.

A copy of the approved exemption must be filed with the Annual Statement in all jurisdictions in which the company is authorized.

Exemption for Small Companies

An insurer that has less than \$1,000,000 total direct plus assumed written premiums during a calendar year, and less than \$1,000,000 total direct plus assumed loss and loss adjustment expense reserves at year-end, in lieu of the Actuarial Opinion required for the calendar year, may submit an affidavit under oath of an officer of the insurer that specifies the amounts of direct plus assumed written premiums and direct plus assumed loss and loss adjustment reserves.

Exemption for Insurers under Supervision or Conservatorship

Unless ordered by the domiciliary commissioner, an insurer that is under supervision or conservatorship pursuant to statutory provision is exempt from the filing requirements contained herein.

Exemption for Nature of Business

An insurer otherwise subject to the requirement and not eligible for an exemption as enumerated above may apply to its domiciliary commissioner for an exemption based on the nature of business written.

Financial Hardship Exemption

An insurer otherwise subject to this requirement and not eligible for an exemption as enumerated above may apply to the commissioner for a financial hardship exemption.

Financial hardship is presumed to exist if the projected reasonable cost of the opinion would exceed the lesser of:

- (i) One percent (1%) of the insurer's capital and surplus reflected in the insurer's latest quarterly statement for the calendar year for which the exemption is sought; or
- (ii) Three percent (3%) of the insurer's direct plus assumed premiums written during the calendar year for which the exemption is sought as projected from the insurer's latest quarterly statements filed with its domiciliary commissioner.

2. The Actuarial Opinion must consist of an IDENTIFICATION paragraph identifying the Appointed Actuary; a SCOPE paragraph identifying the subjects on which an opinion is to be expressed and describing the scope of the Appointed Actuary's work; an OPINION paragraph expressing his or her opinion with respect to such subjects and one or more additional RELEVANT COMMENTS paragraphs. These four sections must be clearly designated.

3. The IDENTIFICATION paragraph should indicate the Appointed Actuary's relationship to the Company, qualifications for acting as Appointed Actuary, and date of appointment, and specify that the appointment was made by the Board of Directors.

If the Appointed Actuary was approved by the Academy to be a "Qualified Actuary", with or without limitation, or if the Appointed Actuary is not a Qualified Actuary but was approved by the domiciliary commissioner, the company must attach, each year, the approval letter and reference such in the identification paragraph.

4. The SCOPE paragraph should contain a sentence such as the following:

"I have examined the actuarial assumptions and methods used in determining reserves listed in Exhibit A, as shown in the Annual Statement of the Company as prepared for filing with state regulatory officials, as of December 31, 20__, and reviewed information provided to me through XXX date."

Exhibit A should list those items and amounts with respect to which the Appointed Actuary is expressing an opinion.

The Appointed Actuary should state that the items in the SCOPE paragraph, on which he or she is expressing an opinion, reflect the Disclosure items (8 through 13) in Exhibit B.

The SCOPE paragraph should include a paragraph such as the following regarding the data used by the Appointed Actuary in forming the opinion:

"In forming my opinion on the loss and loss adjustment expense reserves, I relied upon data prepared by _____ (officer name and title at the Company). I evaluated that data for reasonableness and consistency. I also reconciled that data to Schedule P, Parts 1 and 2 of the Company's current Annual Statement. In other respects, my examination included such review of the actuarial assumptions and methods used and such tests of the calculations as I considered necessary."

5. The OPINION paragraph should include a sentence that at least covers the points listed in the following illustration:

"In my opinion, the amounts carried in Exhibit A on account of the items identified:

- A. Meet the requirements of the insurance laws of (state of domicile).
- B. Are computed in accordance with accepted actuarial standards.
- C. Make a reasonable provision for all unpaid loss and loss adjustment expense obligations of the Company under the terms of its contracts and agreements."

If there is any aggregation or combination of items in Exhibit A, the opinion language should clearly identify the combined items.

Insurance laws and regulations shall at all times take precedence over the actuarial standards.

If the Appointed Actuary has made use of the work of another actuary not within the Appointed Actuary's control (such as for pools and associations, for a subsidiary, or for special lines of business) for a material portion of the reserves, the other actuary must be identified by name, credential and affiliation within the OPINION paragraph. If the Appointed Actuary has made use of the work of a non-actuary (such as for modeling) for a material portion of the reserves, that individual must be identified by name and affiliation and a description of the type of analysis performed must be provided.

A Statement of Actuarial Opinion should be made in accordance with one of the following sections (a through e). The Appointed Actuary must explicitly identify in Exhibit B which type applies.

- a. Determination of Reasonable Provision. When the carried reserve amount is within the Appointed Actuary's range of reasonable reserve estimates, the Appointed Actuary should issue a Statement of Actuarial Opinion that the carried reserve amount makes a reasonable provision for the liabilities associated with the specified reserves.
- b. Determination of Deficient or Inadequate Provision. When the carried reserve amount is less than the minimum amount that the Appointed Actuary believes is reasonable, the Appointed Actuary should issue a Statement of Actuarial Opinion that the carried reserve amount does not make a reasonable provision for the liabilities associated with the specified reserves. In addition, the Appointed Actuary should disclose the minimum amount that the Appointed Actuary believes is reasonable.
- c. Determination of Redundant or Excessive Provision. When the carried reserve amount is greater than the maximum amount that the Appointed Actuary believes is reasonable, the Appointed Actuary should issue a Statement of Actuarial Opinion that the carried reserve amount does not make a reasonable provision for the liabilities associated with the specified reserves. In addition, the Appointed Actuary should disclose the maximum amount that the ~~actuary~~ Appointed Actuary believes is reasonable.
- d. Qualified Opinion. When, in the Appointed Actuary's opinion, the reserves for a certain item or items are in question because they cannot be reasonably estimated or the Appointed Actuary is unable to render an opinion on those items, the Appointed Actuary should issue a qualified Statement of Actuarial Opinion. The Appointed Actuary should disclose the item (or items) to which the qualification relates, the reason(s) for the qualification, and the amounts for such item(s), if disclosed by the Company. Such a qualified opinion should state whether the carried reserve amount makes a reasonable provision for the liabilities associated with the specified reserves, *except for* the item (or items), to which the qualification relates. The Appointed Actuary is not required to issue a qualified opinion if the Appointed Actuary reasonably believes that the item (or items) in question are not likely to be material.
- e. No Opinion. The Appointed Actuary's ability to give an opinion is dependent upon data, analyses, assumptions, and related information that are sufficient to support a conclusion. If the Appointed Actuary cannot reach a conclusion due to deficiencies or limitations in the data, analyses, assumptions, or related information, then the Appointed Actuary may issue a statement of no opinion. A statement of no opinion should include a description of the reasons why no opinion could be given.

6. The Appointed Actuary must provide RELEVANT COMMENT paragraphs to address the following topics of regulatory importance.

a. Company-Specific Risk Factors

The Appointed Actuary should include an explanatory paragraph to describe the major factors, combination of factors or particular conditions underlying the risks and uncertainties the actuary considers relevant. The explanatory paragraph should not include general, broad statements about risks and uncertainties due to economic changes, judicial decisions, regulatory actions, political or social forces, etc., nor is the Appointed Actuary required to include an exhaustive list of all potential sources of risks and uncertainties.

b. Risk of Material Adverse Deviation.

The Appointed Actuary must provide specific RELEVANT COMMENT paragraphs to address the risk of material adverse deviation. The Appointed Actuary must identify the materiality standard and the basis for establishing this standard. The materiality standard must be also disclosed in U.S. dollars in Exhibit B: Disclosures. The Appointed Actuary should explicitly state whether or not he or she reasonably believes that there are significant risks and uncertainties that could result in material adverse deviation. This determination is also to be disclosed in Exhibit B.

c. Other Disclosures in Exhibit B

RELEVANT COMMENT paragraphs should describe the significance of each of the remaining Disclosure items (8 through 14) in Exhibit B. The Appointed Actuary should address the items individually and in combination when commenting on a material impact.

d. Reinsurance

RELEVANT COMMENT paragraphs should address reinsurance collectability, retroactive reinsurance and financial reinsurance. The Appointed Actuary's comments on reinsurance collectability should address any uncertainty associated with including potentially-uncollectable amounts in the estimate of ceded reserves. Before commenting on reinsurance collectability, the Appointed Actuary should solicit information from management on any actual collectability problems, review ratings given to reinsurers by a recognized rating service, and examine Schedule F for the current year for indications of regulatory action or reinsurance recoverable on paid losses over ninety (90) days past due. The comment should also reflect any other information the actuary has received from management or that is publicly available about the capability or willingness of reinsurers to pay claims. The Appointed Actuary's comments do not imply an opinion on the financial condition of any reinsurer.

Retroactive reinsurance refers to agreements referenced in SSAP No. 62~~R~~-Property and Casualty Reinsurance, of the *Accounting Practices and Procedures Manual*.

Financial reinsurance refers to contracts referenced in SSAP No. 62~~R~~-Property and Casualty Reinsurance of the *Accounting Practices and Procedures Manual* in which credit is not allowed for the ceding insurer because the arrangements do not include a transfer of both timing and underwriting risk that the reinsurer undertakes in fact to indemnify the ceding insurer against loss or liability by reason of the original insurance.

e. Reserve Development

If the Company's reserves will cause the ratio of One-Year or Two-Year Known Claims Reserve Development (shown in Schedule P, Part 3) or One-Year or Two-Year Reserve Development (shown in Schedule P, Part 2) to the respective prior year's Policyholders' Surplus to be greater than 20%, the Appointed Actuary must include RELEVANT COMMENT on the factors that led to the exceptional reserve development.

f. Methods and Assumptions

If there has been any significant change in the actuarial assumptions and/or methods from those previously employed, that change should be described in a RELEVANT COMMENT paragraph. If the Appointed Actuary is newly-appointed and does not review the work of the prior Appointed Actuary, then the Appointed Actuary should disclose this.

7. The Actuarial Opinion must include assurance that an Actuarial Report and underlying actuarial workpapers supporting the Actuarial Opinion will be maintained at the Company and available for examination for seven (7) years. The Actuarial Report contains significant proprietary information. It is expected that the Actuarial Report be held confidential and not be intended for public inspection. The Actuarial Report must be available by May 1 of the year following the year-end for which the Opinion was rendered or within two (2) weeks after a request from an individual state commissioner.

The Actuarial Report should be consistent with the documentation and disclosure requirements of ASOP No.41, Actuarial Communications. The Actuarial Report must contain both narrative and technical components. The narrative component should provide sufficient detail to clearly explain to Company management, the Board of Directors, the regulator, or other authority the findings, recommendations and conclusions, as well as their significance. The technical component should provide sufficient documentation and disclosure for another actuary practicing in the same field to evaluate the work. This technical component must show the analysis from the basic data (e.g., loss triangles) to the conclusions.

The Actuarial Report must also include:

- A description of the Appointed Actuary's relationship to the Company, with clear presentation of the Appointed Actuary's role in advising the Board of Directors and/or management regarding the carried reserves. The Actuarial Report should identify how and when the Appointed Actuary presents the analysis to the Board and, where applicable, to the officer(s) of the Company responsible for determining the carried reserves.
- An exhibit that ties to the Annual Statement and compares the Appointed Actuary's conclusions to the carried amounts consistent with the segmentation of exposure or liability groupings used in the analysis. The Appointed Actuary's conclusions include the Appointed Actuary's point estimate(s), range(s) of reasonable estimates or both.
- An exhibit that reconciles and maps the data used by the Appointed Actuary, consistent with the segmentation of exposure or liability groupings used in the Appointed Actuary's analysis, to the Annual Statement Schedule P.

- An exhibit or appendix showing the change in the Appointed Actuary's estimates from the prior Actuarial Report, including extended discussion of factors underlying any material changes. The exhibit or appendix should illustrate the changes on a net basis but should also include the changes on a gross basis, if relevant. If the Appointed Actuary is newly-appointed and does not review the work of the prior Appointed Actuary, then the Appointed Actuary should disclose this.
 - Extended comments on trends that indicate the presence or absence of risks and uncertainties that could result in material adverse deviation.
 - Extended comments on factors that led to exceptional reserve development, as defined in 6E, and how these factors were addressed in prior and current analyses.
8. The Actuarial Opinion should conclude with the signature of the Appointed Actuary responsible for providing the Actuarial Opinion and the date when the Opinion was rendered. The signature and date should appear in the following format:

Signature of Appointed Actuary
 Printed name of Appointed Actuary
 Employer's name
 Address of Appointed Actuary
 Telephone number of Appointed Actuary
 Email address of Appointed Actuary
 Date opinion was rendered

The same information should be reproduced within the Actuarial Report, along with the date the Actuarial Report was finalized.

9. The Insurer required to furnish an Actuarial Opinion shall require its Appointed Actuary to notify its Board of Directors or its audit committee in writing within five (5) business days after any determination by the Appointed Actuary that the Actuarial Opinion submitted to the domiciliary commissioner was in error as a result of reliance on data or other information (other than assumptions) that, as of the balance sheet date, was factually incorrect. The Opinion shall be considered to be in error if the Actuarial Opinion would have not been issued or would have been materially altered had the correct data or other information been used. The Actuarial Opinion shall not be considered to be in error if it would have been materially altered or not issued solely because of data or information concerning events subsequent to the balance sheet date or because actual results differ from those projected.

Notification is required when discovery is made between the issuance of the Actuarial Opinion and Dec. 31 of that year. Notification should include a summary of such findings.

If the Appointed Actuary learns that the data or other information relied upon was factually incorrect, but cannot immediately determine what, if any, changes are needed in the Actuarial Opinion, the Appointed Actuary and the Company should quickly undertake procedures necessary for the Appointed Actuary to make such determination. If the Insurer does not provide the necessary data corrections and other support (including financial support) within ten (10) business days, the Appointed Actuary should proceed with the notification to the Board of Directors and the domiciliary commissioner.

An Insurer who is notified pursuant to the preceding paragraphs shall forward a copy of the amended Actuarial Opinion to the domiciliary commissioner within five (5) business days of receipt of such and shall provide the Appointed Actuary making the notification with a copy of the letter and amended Actuarial Opinion being furnished to the domiciliary commissioner. If the Appointed Actuary fails to receive such copy within the five (5) business day period referred to in the previous sentence, the Appointed Actuary shall notify the domiciliary commissioner within the next five (5) business days that an amended Actuarial Opinion has been finalized.

No Appointed Actuary shall be liable in any manner to any person for any statement made in connection with the above paragraphs if such statement is made in a good faith effort to comply with the above paragraphs.

10. Data in Exhibit A and Exhibit B are to be filed in both print and data capture format.

Exhibit A: SCOPE

DATA TO BE FILED IN BOTH PRINT AND DATA CAPTURE FORMAT

Loss and Loss Adjustment Expense Reserves	Amount
1. Unpaid Losses and Loss Adjustment Expenses (Schedule P, Part 1, Total Column 24 * 1000 or Total Column 34 * 1000 if discounting is allowable under state law)	\$ _____
2. Unpaid Losses and Loss Adjustment Expenses - Direct and Assumed (Should equal Schedule P, Part 1, Summary, Totals from Columns 17, 18, 20, 21, and 23, Line 12 * 1000)	\$ _____
3. Other items on which the Appointed Actuary is expressing an Opinion (List separately, adding additional lines as needed)	\$ _____

Exhibit B: DISCLOSURES**DATA TO BE FILED IN BOTH PRINT AND DATA CAPTURE FORMAT**

Note: Exhibit B should be completed for Net dollar amounts included in the SCOPE. If an answer would be different for Direct and Assumed amounts, identify and discuss the difference within RELEVANT COMMENTS.

1. Name of Appointed Actuary	<Last	First	Middle>
2. The Appointed Actuary's relationship to the Company. Enter E or C based upon the following: E - If an Employee of the Company or Group C - If a Consultant			
3. The Appointed Actuary has the following designation (indicated by the letter code): F - If a Fellow of the Casualty Actuarial Society (FCAS) A - If an Associate of the Casualty Actuarial Society (ACAS) M - If not a member of the Casualty Actuarial Society, but a Member of the American Academy of Actuaries (MAAA) approved by the Casualty Practice Council, as documented with the attached approval letter. O - For Other			
4. Type of Opinion, as identified in the OPINION paragraph. Enter R, I, E, Q, or N based upon the following: R - If Reasonable I - If Inadequate or Deficient Provision E - If Excessive or Redundant Provision Q - If Qualified (use Q when part of the OPINION is Qualified) N - If No Opinion			
5. Materiality Standard expressed in U.S. dollars (Used to answer Question #6)	\$		
6. Are there significant risks that could result in Material Adverse Deviation?	Yes []	No []	N/A []
7. Statutory Surplus (Liabilities, Surplus and Other Funds Page, Line 32)	\$		
8. Known Claims Reserve (Liabilities, Surplus, and Other Funds Page, Line 1)	\$		
9. Statutory Premium Reserve (Liabilities, Surplus, and Other Funds Page, Line 2)	\$		
10. Aggregate of other reserves required by law (Liabilities, Surplus, and Other Funds Page, Line 3)	\$		
11. Supplemental reserve (Liabilities, Surplus, and Other Funds Page, Line 4)	\$		
12. Anticipated net salvage and subrogation included as a reduction to loss reserves as reported in Schedule P	\$		
13. Discount included as a reduction to loss reserves and loss adjustment expense reserves as reported in Schedule P	\$		
14. Other items on which the Appointed Actuary is providing Relevant Comment (List separately, adding additional lines as needed)	\$		

Tabular Summary of Requirements: Title Insurance

Topic	Provision	Citation
State law	Must meet requirements of insurance laws of state of domicile; insurance laws take precedence over actuarial standards	NAIC SAO Instr (5) Title
Actuarial standards	Reserves computed in accordance with accepted actuarial standards	NAIC SAO Instr (5) Title
Amount	Makes reasonable provision for Company's obligations under its contracts and agreements	NAIC SAO Instr (5) Title
Change in opinion	If factually incorrect data causes material change in opinion, actuary must notify Company within 5 days	NAIC SAO Instr (9) Title
Opinion	Must be characterized as one of the following or as "no opinion": <ul style="list-style-type: none"> • Reasonable • Deficient or inadequate • Redundant or excessive • Qualified 	NAIC SAO Instr (5) Title
No opinion	If actuary is unable to form an opinion, he or she should issue a statement of no opinion, including a description of the reasons why no opinion could be given	NAIC SAO Instr (5) Title
Scope – Schedule P	<ul style="list-style-type: none"> • Unpaid losses and LAE – net • Other items 	NAIC SAO Instr (Exhibit A) Title
Data evaluation	For reasonableness and consistency	NAIC SAO Instr (4) Title
Reconciliation	Data to Schedule P, Parts 1& 2 should be included in the actuarial report	NAIC SAO Instr (4) Title NAIC SAO Instr (7) Title
Material change in actuarial assumptions or methods	Describe change from prior year and impact	NAIC SAO Instr (6f) Title
Discounting	Must state amount	NAIC SAO Instr (Exhibit B) Title
Retroactive reinsurance	Comment on collectability	NAIC SAO Instr (6d) Title
Financial reinsurance	Comment in scope section	NAIC SAO Instr (6d) Title
Reinsurance	Comment on collectability	NAIC SAO Instr (6d) Title

Topic	Provision	Citation
Disclosures	<p>State net amounts included in Scope:</p> <ul style="list-style-type: none"> • Name of appointed actuary • Relationship to Company • Basis of qualification • Type of opinion • Materiality standard • Risk of material adverse deviation • Statutory surplus • Known claims reserve • Statutory premium reserve • Aggregate of other reserves required by law • Supplemental reserve • Salvage and subrogation • Discount • Other items 	NAIC SAO Instr (Exhibit B) Title
Risks of material adverse deviation	<p>Relevant Comments section should explicitly state whether there are significant risks that could result in material adverse deviation</p> <p>Also comment on these risks in Report</p>	NAIC SAO Instr (6b) Title NAIC SAO Instr (7) Title
Report and work papers	<p>Must be consistent with ASOP No. 41</p> <p>To be kept by Company for 7 years</p> <p>Must be available by May 1 or within 2 weeks of a request by a Commissioner</p> <p>Include:</p> <ul style="list-style-type: none"> • Description of the Appointed Actuary's relationship to Company and role in advising Company regarding the carried reserves • Technical analysis from basic data to conclusions • Exhibit which ties to AnnStat and compares conclusions to carried amounts • Best estimate and/or range • Change in estimates from prior Actuarial Report • Reconciliation to Schedule P • Risks of material adverse deviation • Comments concerning unusual IRIS ratios 	NAIC SAO Instr (7) Title

C. Other Resources

Other Annual Statement Instructions: Property/Casualty

The instruction for the Actuarial Opinion is reproduced in total in Part B of this manual. Below are excerpts from other parts of the *Official NAIC Annual Statement Instructions, Property/Casualty, for the 2025 reporting year*, and from the Annual Statement blank.

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Instruction: General

2. Date of Filing

The Statement is required to be filed on or before March 1, unless otherwise provided.

3. Companies are required to file the quarterly statement 45 days after the end of the quarter and the annual statement on or before March 1 for the preceding calendar year, unless otherwise required

Instruction: Annual Audited Financial Reports

...

The reporting entity shall also require the independent certified public accountant to subject the data used by the Appointed Actuary to testing procedures. The auditor is required to determine what historical data and methods have been used by management in developing the loss reserve estimate and whether the auditor will rely on the same data or other statistical data in evaluating the reasonableness of the loss reserve estimate. After identifying the relevant data, the auditor should obtain an understanding of the controls related to the completeness, accuracy, and classification of loss data and perform testing as the auditor deems appropriate. Through inquiry of the Appointed Actuary, the auditor should obtain an understanding of the data identified by the Appointed Actuary as significant. It is recognized that there will be instances when data identified by the Appointed Actuary as significant to his or her reserve projections would not otherwise have been tested as part of the audit, and separate testing would be required. Unless otherwise agreed among the Appointed Actuary, management and the auditor, the scope of the work performed by the auditor in testing the claims data in the course of the audit would be sufficient to determine whether the data tested is fairly stated in all material respects in relation to the statutory financial statement taken as a whole. The auditing procedures should be applied to the claim loss and defense and cost containment expense data used by the Appointed Actuary and would be applied to activity that occurred in the current calendar year (e.g., tests of payments on claims paid during the current calendar year).

Instruction: Financial Statement — Liabilities, Surplus and Other Funds

Line 1 - Losses

Include: Gross reserves including IBNR, for retrospectively rated policies.

Exclude: Reserves relating to uninsured accident and health plans and the uninsured portions of partially insured accident and health plans.

Refer to *SSAP No. 55-Unpaid Claims, Losses and Loss Adjustment Expenses* for accounting guidance.

Line 3 - Loss Adjustment Expenses

The unfunded postretirement obligation shall be included on the Liabilities, Surplus and Other Funds page in the Loss Adjustment Expense line and on the Liabilities, Surplus and Other Funds page in the Other Expenses line, in accordance with the reporting entity's allocation of such expense.

Refer to *SSAP No. 55-Unpaid Claims, Losses and Loss Adjustment Expenses* for accounting guidance.

Instruction: Underwriting and Investment Exhibit Part 2A — Unpaid Losses and Loss Adjustment Expenses

Salvage

Any amount for salvage and subrogation (including amounts recoverable from second-injury funds, other governmental agencies, or quasi-governmental agencies, where applicable) must be disclosed in Schedule P, Part 1. Refer to *SSAP No. 55-Unpaid Claims, Losses and Loss Adjustment Expenses*, and *SSAP No. 59-Credit Life and Accident and Health Insurance Contracts* for accounting guidance.

Instruction: Notes to Financial Statements

25. Changes in Incurred Losses and Loss Adjustment Expenses

Instruction:

- A. Describe the reasons for changes in the provision for incurred loss and loss 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 losses and loss 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 loss development on retrospectively rated policies. However, the business to which it relates is subject to premium adjustments.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

Instruction:

State whether or not any of the liabilities for unpaid losses or unpaid loss adjustment expenses are discounted, including liabilities for Workers' Compensation. ...

If the answer is in the affirmative, furnish the following information for each line of business affected:

A. If a tabular basis is used:

- (1) Identify table used.
- (2) Rate(s) used to discount.
- (3) The amount of discounted liability reported in the financial statements.
- (4) The amount of tabular discount, disclosed by line of business and reserve category (i.e., case and IBNR).
- (5) The amount of interest accretion recognized in the Statement of Income.
- (6) The line item(s) in the Statement of Income in which the interest accretion is classified.

Definition of Tabular Reserves:

Tabular reserves by accident year are indemnity reserves that are calculated using discounts determined with reference to actuarial tables that incorporate interest and contingencies such as mortality, remarriage, inflation, or recovery from disability applied to a reasonably determinable payment stream. This definition shall not include medical loss reserves or any loss adjustment expense reserves.

B. If a non-tabular basis is used:

- (1) Rate(s) used to discount and the basis for the rate(s) used.
- (2) Amount of non-tabular discount disclosed by line of business and reserve category (i.e., case, IBNR, Defense & Cost Containment Expense and Adjusting & Other Expense).
- (3) The amount of non-tabular discounted liability reported in the annual statement.

C. If the rate(s) used to discount prior accident years' liabilities have changed from the prior annual statement or if there have been changes in other key discount assumptions such as payout patterns:

- (1) Amount of discounted current liabilities at current rate(s) assumption(s). (Exclude the current accident year.)
- (2) Amount of discounted current liabilities at previous rate(s) assumption(s). (Exclude the current accident year.)
- (3) Change in discounted liability due to change in interest rate(s) assumption(s). (1-2)
- (4) Amount of non-tabular discount, disclosed by line of business and reserve category (i.e., case, IBNR, Defense & Cost Containment expense and Adjusting & Other expense).

33. Asbestos/Environmental Reserves

Instruction:

If the company is potentially exposed to asbestos and/or environmental claims, full disclosure of the reserving methodology for both case and IBNR reserves is required. Disclosure of the amount paid and reserved for losses and LAE for asbestos and/or environmental claims, on a direct, assumed, and net of reinsurance basis, is also required. The reserves disclosed in this note should exclude amounts relating to policies specifically written to cover asbestos and environmental exposures. Policies specifically written to cover these exposures include: Environmental Impairment Liability (post 1986), Asbestos Abatement, Pollution Legal Liability, Contractor's Pollution Liability, Consultant's Environmental Liability, and Pollution and Remediation Legal Liability.

Definition of Environmental Loss

Any loss or potential loss (including third-party claims) related directly or indirectly to the remediation of a site arising from past operations or waste disposal.

Examples of Environmental Exposure

- Chemical Waste
- Hazardous Waste TSD Facilities (Treatment, Storage and/or Disposal)
- Industrial Waste Disposal Facilities
- Landfills
- Superfund
- Toxic Waste Pits
- Underground Storage Tanks

...

Instruction: Schedule P

...

2. Earned premium is on a calendar-year basis. Losses incurred should be assigned to the year in which the event occurred that triggered coverage under the contract. This may be a date of accident (occurrence policies), a date of report (claims-made policies), a policy issue date (tail policies), or a date of discovery (fidelity and surety). Hereafter, this is called the "incurred year."

...

8. Retroactive reinsurance should not be reflected in Schedule P. ...
9. A discount implicit in tabular reserves may be included in Schedule P, Part 1. Schedule P, Part 2 is to be reported gross of ALL discounts. Otherwise, Schedule P is to be presented on a non-discounted basis. ...

The tabular reserve discount does not need to be shown separately. Discounting is governed by *SSAP 65-Property and Casualty Contracts*.

...

Instruction: Schedule P — Part 1

...

8. The loss adjustment expenses from the Underwriting and Investment Exhibit, Part 3, are separated into one of two categories: DCC or A&O. DCC expenses are those that are correlated with the loss amounts, and the A&O are as those expenses that are correlated with claim counts or are general loss adjusting expenses. In projecting the necessary reserves for these expenses, actuaries use a different approach for each of the two types of expenses. It is the character of the expenses that is most important, not whether the expenses were internal or external to the reporting entity.
9. DCC expenses include defense, litigation and cost containment expenses, whether internal or external. “Defense” means defense by the reporting entity in a contentious situation, whether a first party or a third-party claim. The fees charged for reporting entity employees should include overhead, just as an outside firm’s charges would include. The expenses exclude expenses incurred in the determination of coverage. These expenses include the following items:
 - a. Surveillance expenses;
 - b. Fixed amounts for cost containment expenses;
 - c. Litigation management expenses;
 - d. Loss adjustment expenses for participation in voluntary and involuntary market pools if reported by accident year;
 - e. Fees or salaries for appraisers, private investigators, hearing representatives, reinspectors and fraud investigators, if working in defense of a claim, and fees or salaries for rehabilitation nurses, if such cost is not included in losses;
 - f. Attorney fees incurred owing to a duty to defend, even when other coverage does not exist; and
 - g. The cost of engaging experts.
10. A&O expenses are the remaining loss adjustment expenses. These expenses include the following items:
 - a. Fees of adjusters and settling agents (but not if engaged in a contentious defense);
 - b. Loss adjustment expenses for participation in voluntary and involuntary market pools if reported by calendar year;
 - c. Attorney fees incurred in the determination of coverage, including litigation between the reporting entity and the policyholder; and
 - d. Fees or salaries for appraisers, private investigators, hearing representatives, reinspectors and fraud investigators, if working in the capacity of an adjuster.
11. The foregoing list is not intended to be all-inclusive. We are relying on the reporting entities to use reasonable judgment in particular situations.
12. Reporting entities should assign the DCC expenses to the incurred year in which the associated losses were assigned. Reporting entities may assign the A&O expenses in any justifiable way among the incurred years. The preferred way is to apportion these expenses in proportion to the number of claims reported, closed, or outstanding each year.

Instruction: Schedule P — Parts 1A through 1U

...

7. “Tail Earned Premiums” applicable to a claims-made insurance program are to be included in the occurrence Part for the respective line.

...

9. The rule for accounting for losses incurred on tail policies is that such losses must be assigned to the year in which the policy was issued and are to be included in the Occurrence Part for the respective line.

...

Instruction: Schedule P — Parts 2, 3, & 4

... All amounts in Parts 2 and 4 must be reported gross of both tabular and non-tabular discounting. ...

Instruction: Schedule P — Part 7

1. Only the experience on contracts that meet the following definition should be included in Part 7.

Loss sensitive contracts shall meet the following criteria:

- a. Contracts where an increase in losses on a policy can cause an increase in net payment (by the insured) for that policy.
 - b. The amount of additional payment (by the insured) must be at least 75% (50% for reinsurance contracts) of the additional losses, before application of aggregate and per accident/claimant limits or caps.
 - c. The net amount paid (by the insured) must also be able to differ by at least 20% (10% for reinsurance contracts), from highest to lowest possible charge in reaction to the loss experience.
 - d. The maximum possible payment by the insured should also be at least 15% (7.5% for reinsurance contracts) above what the insured would pay based on expected loss experience...
 - e. The additional payment shall be in the form of additional premiums or additional commissions.
 - f. The additional losses and corresponding payments must flow through the income and balance sheets and cannot be “off-balance sheet.” For example, a deductible feature does not make a contract “loss sensitive” under this definition, as neither the losses under the deductible nor the reimbursements for these losses flow through the income statement.
2. Part 7 is only required of reporting entities who claim a reduction in their Risk-Based Capital for Loss Sensitive Contracts. Such reporting entities must complete the entire schedule in each year that they claim such credit.
 3. Part 7A provides experience on primary contracts. Part 7B provides experience on reinsurance contracts.

...

Sections 4 and 5: Premium Development:

13. (Part 7B only): Loss Sensitive Reinsurance Contracts must be segmented between those on which premium is the adjustable element, and those on which commissions paid to the cedant are adjustable with losses. The premium development schedule (Sections 4 and 5, Part 7B of Schedule P) should only include the experience of contracts with a variable premium.

...

Sections 6 and 7 (Part 7B only): Commission Development:

14. For all reinsurance contracts where the commission paid to the cedant varies with losses, display the development of that commission in Section 6 and display any assets or liabilities accrued in respect of the commission in Section 7. An entry denoting the expectation of future additional commissions to be paid should be displayed as a negative value. An entry denoting the expectation of future return commissions should be displayed as a positive value.

Instruction: Schedule P — Interrogatories

From Annual Statement Blank:

2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as “Defense and Cost Containment” and “Adjusting and Other”) reported in compliance with these definitions in this statement?
3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement?
4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on page 10?

If yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reported in Schedule P - Part 1, Columns 32 and 33.

Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.

Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.

5. What were the net premiums in force at the end of the year for: 5.1 Fidelity, 5.2 Surety.

...

7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses?

7.2 An extended statement may be attached.

Instruction: Annual Supplements — Actuarial Opinion Summary Supplement

1. For all Companies that are required by their domiciliary state to submit a confidential document entitled Actuarial Opinion Summary (AOS), such document shall be filed with the domiciliary state by March 15 (or by a later date otherwise specified by the domiciliary state). This AOS shall be submitted to a non-domiciliary state within fifteen days of request, but no earlier than March 15, provided that the requesting state can demonstrate, through the existence of law or some similar means, that it is able to preserve the confidentiality of the document.
2. The AOS should be consistent with the appropriate Actuarial Standards of Practice (ASOPs), including but not limited to ASOP No. 23, ASOP No. 41 and ASOP No. 43, as promulgated by the Actuarial Standards Board.
3. Exemptions for filing the AOS are the same as those for filing the Statement of Actuarial Opinion.
4. The AOS contains significant proprietary information. It is expected that the AOS be held confidential; it is not intended for public inspection. The AOS should not be filed with the NAIC and should be kept separate from any copy of the Statement of Actuarial Opinion (Actuarial Opinion) in order to maintain confidentiality of the AOS. The AOS can contain a statement that refers to the Actuarial Opinion and the date of that opinion.
5. The AOS should be signed and dated by the Appointed Actuary who signed the Actuarial Opinion and shall include at least the following:
 - A. The Appointed Actuary's range of reasonable estimates for loss and loss adjustment expense reserves, net and gross of reinsurance, when calculated;
 - B. The Appointed Actuary's point estimates for loss and loss adjustment expense reserves, net and gross of reinsurance, when calculated;
 - C. The Company's carried loss and loss adjustment expense reserves, net and gross of reinsurance;
 - D. The difference between the Company's carried reserves and the Appointed Actuary's estimates calculated in A and B, net and gross of reinsurance; and
 - E. Where there has been one-year adverse development in excess of 5% of prior year-end's policyholders' surplus as measured by Schedule P, Part 2 Summary in three (3) or more of the past five (5) calendar years, an explicit description of the reserve elements or management decisions that were the major contributors.
6. The AOS for a pooled Company (as referenced in paragraph 1C of the instructions for the Actuarial Opinion) shall include a statement that the Company is a xx% pool participant. For a non-0% Company, the information provided for paragraph 5 should be numbers after the Company's share of

the pool has been applied; specifically, the point or range comparison should be for each statutory Company and should not be for the pool in total. For any 0% pool participant, the information provided for paragraph 5 should be that of the lead company.

7. The net and gross reserve values reported by the Appointed Actuary in the AOS should reconcile to the corresponding values reported in the Insurer's Annual Statement, the Appointed Actuary's Actuarial Opinion, and the Actuarial Report. If not, the Appointed Actuary shall provide an explanation of the difference.
8. The Insurer required to furnish an AOS shall require its Appointed Actuary to notify its Board of Directors in writing within five (5) business days after any determination by the Appointed Actuary that the AOS submitted to the domiciliary commissioner was in error as a result of reliance on data or other information (other than assumptions) that, as of the balance sheet date, was factually incorrect. The AOS shall be considered to be in error if the AOS would have not been issued or would have been materially altered had the correct data or other information been used. The AOS shall not be considered to be in error if it would have been materially altered or not issued solely because of data or information concerning events subsequent to the balance sheet date or because actual results differ from those projected. Notification shall be required when discovery is made between the issuance of the AOS and Dec. 31 of that year. Notification should include a summary of such findings.

If the Appointed Actuary learns that the data or other information relied upon was factually incorrect, but cannot immediately determine what, if any, changes are needed in the AOS, the Appointed Actuary and the Company should quickly undertake procedures necessary for the Appointed Actuary to make such determination. If the Insurer does not provide the necessary data corrections and other support (including financial support) within ten (10) business days, the Appointed Actuary should proceed with the notification to the Board of Directors and the domiciliary commissioner.

An Insurer who is notified pursuant to the preceding paragraphs shall forward a copy of the amended AOS to the domiciliary commissioner within five (5) business days of receipt of such and shall provide the Appointed Actuary making the notification with a copy of the letter and amended AOS submitted to the domiciliary commissioner. If the Appointed Actuary fails to receive such copy within the five (5) business day period referred to in the previous sentence, the Appointed Actuary shall notify the domiciliary commissioner within the next five (5) business days that an amended AOS has been finalized.

9. No Appointed Actuary shall be liable in any manner to any person for any statement made in connection with the above paragraphs if such statement is made in a good faith effort to comply with the above paragraphs.

Instruction: Appendix — Property and Casualty Lines of Business

These definitions should be applied when reporting all applicable amounts for the following schedules: Underwriting and Investment Exhibit Parts 1, 1A, 1B, 2 and 2A; Exhibit of Premiums and Losses (Statutory Page 14); and the Insurance Expense Exhibit. Policy fees, service charges or membership charges are to be included with the line of business or in Other Income, as determined by *SSAP No. 53-Property Casualty Contracts-Premiums*.

Some lines of business (Lines 11, 17 and 18) are divided between "Occurrence" and "Claims Made."

Occurrence:

These policies cover insured events that occur within the effective dates of the policy, regardless of when they are reported to the reporting entity.

Claims Made:

These policies cover insured events that are reported (as defined in the policy) within the effective dates of the policy, subject to retroactive dates and extended reporting periods when applicable.

Force-Placed Business:

Include all types of business that are “force-placed” or “lender-placed” in the same pre-defined lines of business as business placed by borrower or creditor for the same coverage.

Force-placed (also known as lender-placed and creditor-placed insurance) is insurance that is placed by the lender subsequent to the date of the credit transaction, providing coverage against loss, expense or damage to collateralized property as a result of fire, theft, collision or other risks of loss that would either impair a creditor’s interest or adversely affect the value of collateral covered by limited dual-interest insurance. It is purchased by the lender according to the terms of the credit agreement as a result of the borrower’s failure to provide required insurance, with the cost of the coverage being charged to the borrower. It may be either single-interest insurance or limited dual-interest insurance.

Riders/Endorsements/Floaters

If a rider, endorsement or floater acts like a separate policy with separate premium, deductible and limit, then it is to be recorded on the same annual statement line as if it were a stand-alone policy regardless of whether it is referred to as a rider, endorsement or floater. If there is no additional premium, separate deductible or limit, the rider, endorsement or floater should be reported on the same annual statement line as the base policy.

State-specific deviations should be addressed on the Exhibit of Premiums and Losses (State Page).

Line 1 - Fire

Coverage protecting the insured against the loss to real or personal property from damage caused by the peril of fire or lightning, including business interruption, loss of rents, etc.

Line 2 - Allied Lines

Coverages which are generally written with property insurance; e.g., glass, tornado, windstorm and hail; sprinkler and water damage; explosion, riot, and civil commotion; growing crops; flood; rain; and damage from aircraft and vehicle, etc.

Line 2.1 - Allied Lines

Include: Extended coverage; glass; tornado, windstorm and hail; sprinkler and water damage; explosion, riot and civil commotion; rain; and damage from aircraft and vehicle.

Line 2.2 - Multiple Peril Crop

Include: Insurance protection that is subsidized or reinsured by the Federal Crop Insurance Corporation for protection against losses due to damage, decreases in revenues and/or gross margins from crop, livestock and other agricultural-related production from unfavorable weather conditions, drought, wind, frost, fire or lightning, flood, hail, insect infestation, disease or other yield- reducing conditions or perils.

Line 2.3 - Federal Flood

Include: Coverage provided by the Federal Insurance Administration (FIA) of the Federal Emergency Management Agency (FEMA) through insurers participating in the National Flood Insurance Program's (NFIP) Write Your Own (WYO) program. Coverage is subject to the terms and conditions provided in the Financial Assistance/Subsidy Arrangement between the reporting entity and the FIA.

Line 2.4 - Private Crop

Include: Private market coverage for crop insurance and agricultural-related protection, such as hail and fire, and is not reinsured by the Federal Crop Insurance Corporation.

Line 2.5 - Private Flood

Include: Private market coverage (primary standalone, first dollar policies that cover the flood peril and excess flood) for flood insurance that is not offered through the National Flood Insurance Program.

Creditor-placed flood insurance.

Exclude: Sewer/water backup coverage issued as an endorsement to a homeowners or commercial policy.

Crop flood peril coverage appropriately reported on Lines 2.2 and 2.4.

Line 3 - Farmowners Multiple-Peril

A package policy for farming and ranching risks, similar to a homeowners policy, that has been adopted for farms and ranches and includes both property and liability coverages for personal and business losses. Coverages include farm dwellings and their contents, barns, stables, other farm structures and farm inland marine, such as mobile equipment and livestock.

Commercial Farm and Ranch

A commercial package policy for farming and ranching risks that includes both property and liability coverage. Coverage includes barns, stables, other farm structures and farm inland marine, such as mobile equipment and livestock.

Line 4 - Homeowners Multiple-Peril

A package policy combining broad property coverage for the personal property and/or structure with broad personal liability coverage. Coverage applicable to the dwelling, appurtenant structures, unscheduled personal property and additional living expense are typical. Includes mobile homes at a fixed location.

Line 5 - Commercial Multiple-Peril

A contract for a commercial enterprise that packages two or more insurance coverages protecting an enterprise from various property and liability risk exposures. Frequently includes fire, allied lines, various other coverages (e.g., difference in conditions) and liability coverage (such coverages would be included in other annual statement lines, if written individually). Include multi-peril policies (other than farmowners, homeowners and automobile policies) that include coverage for liability other than auto.

Builders' Risk Policies

Typically written on a reporting or completed value form, this coverage insures against loss to buildings in the course of construction. The coverage also includes machinery and equipment used in the course of construction and to materials incidental to construction.

Businessowners

The Businessowners policy (BOP) provides a broad package of property and liability coverages for small and medium-size apartment buildings, offices and retail stores.

Commercial Package Policy

The Commercial Package Policy (CPP) provides a broad package of property and liability coverages for commercial ventures other than those provided insurance through a businessowners policy. (The older Special Multiple-Peril programs (SMP) also use this code.)

Manufacturers Output Policies

Provides broad form all risks coverage of personal property of an insured manufacturer that is located away from the premises of the manufacturer at the time of a claim.

E-Commerce

Coverage for all aspects of e-commerce business.

Difference in Conditions (DIC)

DIC is a special form of open-peril coverage written in conjunction with basic fire coverage and designed to provide protection against losses not reimbursed under the standard fire forms.

Line 5.1 - Commercial Multiple-Peril — Non-Liability Portion

Include: All business covering the fire and allied portion of Multiple-Peril policies.

Line 5.2 - Commercial Multiple-Peril — Liability Portion

Include: All business covering the liability portion of Multiple-Peril policies.

Line 6 - Mortgage Guaranty

Insurance that indemnifies a lender from loss if a borrower fails to meet required mortgage payments.

Mortgages — Fixed Rate Mortgages

The type of loan in which the interest rate will not change for the entire term of the loan.

Mortgages — Trust/Pools

Insure pools of loans secured by instruments constituting a first lien on real estate and evidenced by pass-through certificates or other instruments.

Mortgages — Variable Mortgages

The type of loan in which the interest rate may vary or float periodically throughout the term of the loan based on an interest rate index.

Line 8 - Ocean Marine

Coverage for ocean and inland water transportation exposures; goods or cargoes; ships or hulls; earnings; and liability.

Line 9.1 - Inland Marine

Coverage for property that may be in transit, held by a bailee, at a fixed location, a movable good that is often at different locations (e.g., off-road construction equipment) or scheduled property (e.g., Homeowners Personal Property Floater), including items such as live animals, property with antique or collector's value, etc. This line also includes instrumentalities of transportation and communication, such as bridges, tunnels, piers, wharves, docks, pipelines, power and phone lines, and radio and television towers.

Animal Mortality

Coverage that provides a death benefit to the owner of a policy in the event of the death of the insured livestock.

EDP Policies

Coverage to protect against losses arising out of damage to or destruction of electronic data processing equipment and its software.

Communication Equipment (Cellular Telephones)

Provides insured subscribers of Communications Equipment Service Provider replacement coverage for loss of and damage, theft or mechanical breakdown to communications equipment. Communications equipment means wireless telephones and pagers, and any other devices incorporating wireless phone and pager capabilities, including but not limited to personal digital assistants (PDA) and wireless aircards.

Event Cancellation

Coverage for financial loss because of the cancellation or postponement of a specific event due to weather or other unexpected cause beyond the control of the insured.

Travel Coverage

Covers financial loss due to trip cancellation/interruption; lost or damaged baggage; trip or baggage delays; missed connections and/or changes in itinerary; and casualty losses due to rental vehicle damage.

Vehicle Excess Waiver

Coverage of rental excess or personal excess due to the vehicle being involved in an accident while under the control of the insured or rental vehicle is damaged or stolen.

Boatowners/Personal Watercraft

Covers damage to pleasure boats, motors, trailers, boating equipment and personal watercraft, as well as bodily injury and property damage liability to others.

Other Commercial Inland Marine

All other inland marine coverage that is sold to commercial ventures, including coverage on property rented/leased by the named insured to others.

Other Personal Inland Marine

All other inland marine coverage that is sold for personal, family or household purposes.

Cash and Cash in Transit

Coverage of the transport, processing and storage of currency, securities, precious metals and diamonds. (Armored carriers, courier operations, check cashers and ATM servicers).

Line 9.2 - Pet Insurance Plans

Veterinary care plan insurance policy providing care for a pet animal (e.g., dog or cat) of the insured owner in the event of its illness or accident.

Line 10 - Financial Guaranty

A surety bond, insurance policy, or when issued by an insurer, an indemnity contract and any guaranty similar to the foregoing types, under which loss is payable upon proof of occurrence of financial loss to an insured claimant, obligee or indemnitee as a result of failure to perform a financial obligation (see *Financial Guaranty Insurance Guideline* (#1626)).

Line 11 - Medical Professional Liability

Insurance coverage protecting a licensed health care provider or health care facility against legal liability resulting from the death or injury of any person due to the insured's misconduct, negligence, or incompetence in rendering professional services. Medical Professional Liability is also known as Medical Malpractice.

Include Medical Professional Liability for:

Acupuncture, Ambulance Services, Chiropractic, Community Health Centers, Dental Hygienists, Dentists – General Practice, Dentists – Oral Surgeons, Home Care Service Agencies, Hospitals, Nurse – Anesthetists, Nurse – Licensed Practical, Nurse – Midwife, Nurse – Practitioners, Nurse – Private Duty, Nurse – Registered, Nursing Homes, Occupational Therapy, Ophthalmic Dispensing, Optometry, Osteopathy, Pharmacy, Physical Therapy, Physicians & Surgeons, Physicians Assistants, Podiatry, Psychiatry, Psychology, Speech Pathology and Assisted Living Facility

Line 12 - Earthquake

Property coverages for losses resulting from a sudden trembling or shaking of the earth, including that caused by volcanic eruption. Excluded are losses resulting from fire, explosion, flood or tidal wave following the covered event.

Line 13 - Comprehensive (Hospital and Medical)

Policies that provide fully insured indemnity, HMO, PPO, or Fee for Service coverage for hospital, medical, and surgical expenses. This category excludes Short-Term Medical Insurance, the Federal Employees Health Benefit Program and non-comprehensive coverage such as basic hospital only, medical only, hospital confinement indemnity, surgical, outpatient indemnity, specified disease, intensive care, and organ and tissue transplant coverage as well as any other coverage described in the other categories of this exhibit.

Line 14 - Credit Accident and Health

Coverage provided to, or offered to, borrowers in connection with a consumer credit transaction where the proceeds are used to repay a debt or an installment loan in the event the consumer is disabled as the result of an accident, including business not exceeding 120 months duration (Group and Individual).

Line 15 - Other Accident and Health

Accident and health coverages not otherwise properly classified as Comprehensive (Hospital and Medical) and Health or Credit Accident and Health. Include all Medicare Part D Prescription Drug Coverage, whether sold on a stand-alone basis or through a Medicare Advantage product and whether sold directly to an individual or through a group.

Line 15.1 - Vision Only

Include: Policies providing for vision only coverage issued as stand-alone vision or as a rider to a medical policy that is not related to the medical policy through premiums, deductibles or out-of-pocket limits. Does not include self-insured business, federal employees health benefit plans programs. (FEHBP), or Medicare and Medicaid programs.

Line 15.2 - Dental Only

Include: Policies providing for dental only coverage (dental treatment benefits such as routine dental examinations, preventive dental work, and dental procedures needed to treat tooth decay and diseases of the teeth and jaw) issued as stand-alone dental or as a rider to a medical policy that is not related to the medical policy through premiums, deductibles or out-of-pocket limits. If dental benefits are part of a comprehensive medical plan, then include data under comprehensive/major medical category. Does not include self-insured business, as well as federal employee's health benefits plans (FEHBP), or Medicare and Medicaid programs.

Line 15.3 - Disability Income

Include: Policies that provide a weekly or monthly income benefit for more than five years for individual coverage and more than one year for group coverage for full or partial disability arising from accident and/or sickness. Include policies that provide Overhead Expense Benefits. Does not include credit disability.

Policies that provide a weekly or monthly income benefit for up to five years for individual coverage and up to one year for group coverage for full or partial disability arising from accident and/or sickness. Include policies that provide Overhead Expense Benefits. Does not include credit disability.

Line 15.4 - Medicare Supplement

Include: Policies that qualify as Medicare Supplement policy forms as defined in the NAIC Medicare Supplement Insurance Minimum Standards Model Act. This includes standardized plans, pre-standardized plans and Medicare select. Does not include Medicare (Title XVIII) or Medicaid (Title XIX) risk contracts.

Line 15.5 - Medicaid title XIX

Include: Policies issued in association with the Federal/State entitlement program created by Title XIX of the Social Security Act of 1965 that pays for medical assistance for certain individuals and families with low incomes and resources.

Line 15.6 - Medicare Title XVIII

Include: Policies issued as Medicare Advantage Plans providing Medicare benefits to Medicare eligible beneficiaries created by title XVIII of the Social Security Act of 1965. This includes Medicare Managed Care Plans (i.e., HMO and PPO) and Medicare Private Fee-for-Service Plans. This also includes all Medicare Part D Prescription Drug Coverage through a Medicare Advantage product and whether sold directly to an individual or through a group.

Line 15.7 - Long-Term Care

Include: Policies that provide coverage for not less than one year for diagnostic, preventive, therapeutic, rehabilitative, maintenance, or personal care services provided in a setting other than an acute care unit of a hospital, including policies that provide benefits for cognitive impairment or loss of functional capacity. This includes policies providing only nursing home care, home health care, community-based care, or any combination. Do not include coverage provided under comprehensive/major medical policies, Medicare Advantage, or for accelerated death benefit-type products.

Line 15.8 - Federal Employees Health Benefits Plan Premium

Include: Business allocable to the Federal Employees Health Benefit Plan premium that are exempted from state taxes or other fees by Section 8909(f)(1) of Title 5 of the United States Code. Does not include Medicare and Medicaid programs.

Line 15.9 - Other Health

Include: Stop loss/excess loss and any other accident and health coverages not specifically required in Annual Statement lines 13, 14, 15.1 through 15.8.

Line 16 - Workers' Compensation

Insurance that covers an employer's liability for injuries, disability or death to persons in their employment, without regard to fault, as prescribed by state or Federal workers' compensation laws and other statutes. Includes employer's liability coverage against the common law liability for injuries to employees (as distinguished from the liability imposed by Workers' Compensation Laws). Excludes excess workers' compensation.

Alternative Workers' Compensation

Other than standard workers' compensation coverage, employer's liability and excess workers' compensation (e.g., large deductible, managed care).

Employers' Liability

Employers' liability coverage for the legal liability of employers arising out of injuries to employees. This line of business should be used when coverage is issued as an endorsement, or as part of a statutory workers' compensation policy. When coverage is issued as a stand-alone policy, or as an endorsement a package policy, the appropriate "Other Liability" line of business should be used.

Standard Workers' Compensation

Insurance that covers an employer's liability for injuries, disability or death to persons in their employment, without regard to fault, as prescribed by state or federal workers' compensation laws and included within the basic policy employers' liability coverage.

Occupational Accident

Insurance that covers occupational accident to include comparable workers' compensation.

Line 17 - Other Liability

Insurance coverage protecting the insured against legal liability resulting from negligence, carelessness or a failure to act, causing property damage or personal injury to others. Typically, coverages include construction and alteration liability; contingent liability; contractual liability; elevators and escalators liability; errors and omissions liability; environmental pollution liability; excess stop loss, excess over insured or self-insured amounts and umbrella liability; liquor liability; personal injury liability; premises and operations liability; completed operations liability, nonmedical professional liability, etc. Also includes indemnification coverage provided to self-insured employers on an excess of loss basis (excess workers' compensation).

Completed Operations Liability

Premiums attributable to policies covering the liability of contractors, plumbers, electricians, repair shops, and similar firms to persons who have incurred bodily injury or property damage from defective work or operations completed or abandoned by or for the insured, away from the insured's premises.

Construction and Alteration Liability

Premiums attributable to policies covering the liability of an insured to persons who have incurred bodily injury or property damage from alterations involving demolition, new construction or change in size of a structure on the insured's premises.

Contingent Liability

Premiums attributable to policies covering the liability of an insured to persons who have incurred bodily injury or property damage from work done by an independent contractor hired by the insured to perform work that was illegal, inherently dangerous, supervised too closely, or it was a situation that does not permit delegation of responsibility.

Contractual Liability

Premiums attributable to policies covering the liability of an insured that has assumed the legal liability of another party by written or oral contract. Includes coverage that names the lender/lessor as beneficiary and indemnifies the borrower/lessee for the liability of the balance due on the automobile loan/lease for an automobile that has been destroyed in an accident.

Elevators and Escalators Liability

Premiums attributable to policies covering the liability of an insured to persons who have incurred bodily injury or property damage from use of elevators or escalators operated, maintained or controlled by the insured.

Errors and Omissions Liability — Professional Liability Other Than Medical

Premiums attributable to policies covering the liability of a professional or quasi-professional insured to persons who have incurred bodily injury or property damage, or who have sustained any loss from omissions arising from the performance of services for others, errors in judgment, breaches of duty, or negligent or wrongful acts in business conduct.

Environmental Pollution Liability

Premiums attributable to policies covering the liability of an insured to persons who have incurred bodily injury or property damage from acids, fumes, smoke, toxic chemicals, waste materials or other pollutants.

Excess and Umbrella Liability

Premiums attributable to policies covering the liability of an insured above a specific amount set forth in a basic policy issued by the primary insurer; or a self-insurer for losses over a stated amount; or an insured or self-insurer for known or unknown gaps in basic coverages or self-insured retentions.

Liquor Liability

Premiums attributable to policies covering the liability of an insured to persons who have incurred bodily injury or property damage from an intoxicated person.

Personal Injury Liability

Premiums attributable to policies covering the liability of an insured to persons who have been discriminated against, falsely arrested, illegally detained, libeled, maliciously prosecuted, slandered, suffered mental anguish or alienation of affections, or have had their right of privacy violated. Includes identity theft.

Premises and Operations Liability

Premiums attributable to policies covering the liability of an insured to persons who have incurred bodily injury or property damage on an insured's premises during normal operations or routine maintenance, or from an insured's business operations either on or off of the insured's premises.

Excess Workers' Compensation

Either specific and/or aggregate excess workers' compensation insurance written above an attachment point or self-insured retention.

Commercial General Liability

Flexible and broad commercial liability coverage with two major sub-lines: premises/operations sub-line and products/completed operations sub-line.

Comprehensive Personal Liability

Comprehensive liability coverage for exposures arising out of the residence premises and activities of individuals and family members. (Non-business liability exposure protection for individuals.)

Day Care Centers

Liability coverage for day care centers.

Directors and Officers Liability

Liability coverage protecting directors or officers of a corporation from liability arising out of the performance of their professional duties on behalf of the corporation.

Employee Benefit Liability

Liability protection for an employer for claims arising from provisions in an employee benefit insurance plan provided for the economic and social welfare of employees.

Examples of items covered are pension plans, group life insurance, group health insurance, group disability income insurance, and accidental death and dismemberment.

Employers' Liability

Employers' liability coverage for the legal liability of employers arising out of injuries to employees. This line of business should be used when coverage is issued as a stand-alone policy, or as an endorsement to a package policy. When this coverage is issued as an endorsement to a statutory workers' compensation policy, the "Workers' Compensation" line of business should be used.

Employment Practices Liability

Liability protection for an employer providing personal injury coverage arising out of employment-related practices, personnel policies, acts or omissions. Examples of claims such policies respond to are refusal to employ, termination, coercion, demotion, evaluation, reassignment, discipline, defamation, harassment, humiliation and discrimination.

Fire Legal Liability

Coverage for property loss liability as the result of separate negligent acts and/or omissions of the insured that allows a spreading fire to cause bodily injury or property damage of others. An example is a tenant who, while occupying another party's property, through negligence causes fire damage to the property.

Municipal Liability

Liability coverage for the acts of a municipality.

Nuclear Energy Liability

Coverage for bodily injury and property damage liability resulting from the nuclear energy material (whether or not radioactive) on the insured business's premises or in transit.

Veterinarian

Liability coverage for the acts of a veterinarian.

Internet Liability

Liability arising out of claims for wrongful acts related to the content posted on a website by the insured or the insured's failure to maintain the security of its computer systems.

Cyber Liability

Stand-alone comprehensive coverage for liability arising out of claims related to unauthorized access to or use of personally identifiable or sensitive information due to events including, but not limited to, viruses, malicious attacks, or system errors or omissions. This coverage could also include expense coverage for business interruption,

breach management and/or mitigation services. When cyber liability is provided as an endorsement or as part of a multi-peril policy, as opposed to a stand-alone policy, use the appropriate annual statement line of business of the product to which the coverage will be attached.

Fiduciary Liability

This type of insurance provides protection for fiduciaries against legal liability for claims made against them for a wrongful act (defined as a breach of fiduciary duty imposed by ERISA or similar common or statutory law). It'll respond to claims for damages arising out of improper investments, plan and employee advice, insufficient funding and failure of an insurer to perform.

Examples include failure to invest plan assets prudently or failure to select a qualified service provider for a covered plan. Some fiduciary liability policies may also provide coverage for negligent acts, as well as errors or omissions in the administration of employee benefit plans.

Premises and Operations (OL&T and M&C)

Policies covering the liability of an insured to persons who have incurred bodily injury or property damage on an insured's premises during normal operations or routine maintenance, or from an insured's business operations either on or off of the insured's premises.

Professional Errors and Omissions Liability

Coverage available to pay for liability arising out of the performance of professional or business-related duties, with coverage being tailored to the needs of the specific profession. Examples include abstracters, accountants, insurance adjusters, architects, engineers, insurance agents and brokers, lawyers, real estate agents, stockbrokers.

Line 17.1 - Other Liability Occurrence

Exclude: Excess workers' compensation included in Line 17.3.

Line 17.2 - Other Liability Claims Made

Exclude: Excess workers' compensation included in Line 17.3.

Line 17.3 - Excess Workers' Compensation

Include: Indemnification coverage provided to self-insured employers on an excess of loss basis.

Line 18 - Product Liability

Insurance coverage protecting the manufacturer, distributor, seller, or lessor of a product against legal liability resulting from a defective condition causing personal injury, or damage, to any individual or entity, associated with the use of the product.

Line 19 - Auto Liability

Coverage that protects the insured against financial loss because of legal liability for motor vehicle-related injuries (bodily injury and medical payments) or damage to the property of others caused by accidents arising out of ownership, maintenance or use of a motor vehicle (including recreational vehicles such as motor homes). “Commercial” is defined as all motor vehicle policies that include vehicles that are used primarily in connection with business, commercial establishments, activity, employment, or activities carried on for gain or profit. “No Fault” is defined by the state concerned.

Line 19.1 - Private Passenger Auto No-Fault (Personal Injury Protection)

“No Fault” is defined by the state concerned.

Line 19.2 - Other Private Passenger Auto Liability

Include: Bodily Injury, Property Damage, Uninsured Motorist and Underinsured Motorist Coverages.

Line 19.3 - Commercial Auto No-Fault (Personal Injury Protection)

“No Fault” is defined by the state concerned.

Line 19.4 - Other Commercial Auto Passenger Liability

Include: Bodily Injury, Property Damage, Uninsured Motorist and Underinsured Motorist Coverages.

Line 21 - Auto Physical Damage

Any motor vehicle insurance coverage (including collision, vandalism, fire and theft) that insures against material damage to the insured’s vehicle. “Commercial” is defined as all motor vehicle policies that include vehicles that are used in connection with business, commercial establishments, activity, employment, or activities carried on for gain or profit.

Line 21.1 - Private Passenger Auto Physical Damage

Include: Comprehensive and Collision Coverages.

Line 21.2 - Commercial Auto Physical Damage

Include: Comprehensive and Collision Coverages.

Line 22 - Aircraft

Coverage for aircraft (hull) and their contents; aircraft owners’ and aircraft manufacturers’ liability to passengers, airports and other third parties.

Line 23 - Fidelity

A bond covering an employer's loss resulting from an employee's dishonest act (e.g., loss of cash, securities, valuables, etc.).

Line 24 - Surety

A three-party agreement where the insurer agrees to pay a second party (the obligee) or make complete an obligation in response to the default, acts or omissions of a third party (the principal).

Line 25 - Glass (1996 Annual Statement and previous)

Coverage for the costs of replacement and incidental costs of building glass due to breakage or application of chemicals to glass. NOTE: This coverage should be included in Allied Lines.

Line 26 - Burglary and Theft

Coverage for property taken or destroyed by breaking and entering the insured's premises, burglary or theft, forgery or counterfeiting, fraud, kidnap and ransom, and off-premises exposure.

Kidnap & Ransom Liability

Liability coverage up to specific limits for payments demanded by kidnappers for the release of an insured held against his or her will.

Line 27 - Boiler and Machinery

Coverage for the failure of boilers, machinery and electrical equipment. Benefits include:

- (i) property of the insured that has been directly damaged by the accident;
- (ii) costs of temporary repairs and expediting expenses; and
- (iii) liability for damage to the property of others.

Line 28 - Credit

Coverage purchased by consumers, manufacturers, merchants, educational institutions, or other providers of goods and services extending credit, for indemnification of losses or damages resulting from the nonpayment of debts owed to/from them for goods or services provided in the normal course of their business.

Credit insurance is generally issued in connection with the issuance of credit to an individual by a bank, retailer, finance company or other similar organization and protects the organization for the unpaid balance of the loan and frequently for durations of under 120 months. (Taken from *SSAP No. 59-Credit Life and Accident and Health Contracts*.)

Personal GAP (Guaranteed Asset Protection) Insurance

Credit insurance that insures the excess of the outstanding indebtedness over the primary property insurance benefits in the event of a total loss to a collateral asset.

Credit Involuntary Unemployment

Credit insurance that provides a monthly or lump sum benefit during an unpaid leave of absence from employment resulting from specified causes, such as layoff, business closure, strike, illness of a close relative and adoption or birth of a child. This insurance is sometimes referred to as Credit Family Leave.

Line 29 - International

Includes all business transacted outside the United States and its territories and possessions where the appropriate line of business is not determinable.

Line 30 - Warranty

Coverage that protects against manufacturer's defects past the normal warranty period and for repair after breakdown to return a product to its originally intended use. Warranty insurance generally protects consumers from financial loss caused by the seller's failure to rectify or compensate for defective or incomplete work and cost of parts and labor necessary to restore a product's usefulness. Includes, but is not limited to, coverage for all obligations and liabilities incurred by a service contract provider, mechanical breakdown insurance and service contracts written by insurers.

Mechanical Breakdown Insurance

Premiums attributable to policies covering repair or replacement service, or indemnification for that service, for the operational or structural failure of property due to defects in materials or workmanship, or normal wear and tear. (May cover motor vehicles, mobile equipment, boats, appliances, electronics, residual structures, etc.)

Service Contracts

Premiums attributable to policies that undertake the obligation to provide repair or replacement service, or reimbursement for that service, for the operational or structural failure of covered property due to defect in materials or workmanship or normal wear and tear, but does not include mechanical breakdown insurance.

Reinsurance

Proportional assumed reinsurance is allocated to and reported in the appropriate lines of business and excluded from the reinsurance lines of business. For assumed reinsurance contracts that afford proportional and nonproportional reinsurance, the business is allocated to its component parts and reported in the appropriate lines of business.

Nonproportional assumed reinsurance means excess of a retention by the ceding company, and proportional reinsurance means fixed percentage of all losses.

Line 31- Nonproportional Assumed Reinsurance — Property

Nonproportional Assumed Reinsurance - Property in the following lines: fire, allied lines, ocean marine, inland marine, earthquake, group accident and health, credit accident and health, other accident and health, auto physical damage, boiler and machinery, glass, burglary and theft and international (of the foregoing).

Line 32 - Nonproportional Assumed Reinsurance — Liability

Nonproportional Assumed Reinsurance — Liability in the following lines: farmowners multiple-peril, homeowners multiple-peril, commercial multiple-peril, medical professional liability, workers' compensation, other liability, products liability, auto liability, aircraft (all perils) and international (of the foregoing).

Line 33 - Nonproportional Assumed Reinsurance — Financial Lines

Nonproportional Assumed Reinsurance — Financial Lines in the following lines: mortgage guaranty, financial guaranty, fidelity, surety, credit and international (of the foregoing).

Line 34 - Details for Write-ins

Coverages not generally described above.

Involuntary Unemployment Insurance

Space

Coverage of satellites, shuttles, hull, drones and other non-standard aircraft.

Political and Natural Disaster Evacuation

Coverage of specified costs for an insured person to return to their country of residence or nearest place of safety and specified reasonable accommodation costs (if the insured person is unable to return to their country of residence), as a direct result of a covered evacuation or if a natural disaster has occurred in the country the insured person is currently in requiring their immediate evacuation to avoid the risk of bodily injury or sickness, while the insured person is on a journey covered by the policy.

War Risk Insurance/War Terrorism and Political Violence

Mortgage Interest Insurance

Money Insurance

Tuition Reimbursement Plans

Product which reimburses for the tuition expenses of students who drop out, are expelled, leave for medical reasons, etc.

Other Annual Statement Instructions: Title Insurance

The instruction for the Actuarial Opinion (Title) is reproduced in total in Part B of this manual. Below are excerpts from other parts of the *Official NAIC Annual Statement Instructions, Title*, for the 2025 reporting year.

Instruction: Annual Audited Financial Reports

The reporting entity shall also require the independent certified public accountant to subject the data used by the appointed actuary to testing procedures. The auditor is required to determine what historical data and methods have been used by management in developing the loss reserve estimate and whether the auditor will rely on the same data or other statistical data in evaluating the reasonableness of the loss reserve estimate. After identifying the relevant data, the auditor should obtain an understanding of the controls related to the completeness, accuracy, and classification of loss data and perform testing as the auditor deems appropriate. Through inquiry of the Appointed Actuary, the auditor should obtain an understanding of the data identified by the Appointed Actuary as significant. It is recognized that there will be instances when data identified by the Appointed Actuary as significant to his or her reserve projections would not otherwise have been tested as part of the audit, and separate testing would be required. Unless otherwise agreed among the Appointed Actuary, management and the auditor, the scope of the work performed by the auditor in testing the loss data in the course of the audit would be sufficient to determine whether the data tested is fairly stated in all material respects in relation to the statutory financial statement taken as a whole. The auditing procedures should be applied to the loss and allocated expense data used by the Appointed Actuary and would be applied to activity that occurred in the current calendar year (e.g., tests of payments on losses paid during the current calendar year).

Instruction: Financial Statement — Liabilities, Surplus and Other Funds

Line 1 - Known Claims Reserve

Include: Loss and allocated loss adjustment expenses accrued.

Exclude: Unallocated loss adjustment expenses accrued.

Refer to Schedule P instructions for definitions.

Refer to *SSAP No. 9-Subsequent Events*, for accounting guidance related to events that take place subsequent to the balance sheet date for claims reported as of December 31 of the current year.

Line 2 - Statutory Premium Reserve

Should agree to the amount shown in the Operations and Investment Exhibit, Part 1B, Line 2.6.

Refer to Operations and Investment Exhibit, Part 1B instructions for definition.

Line 3 - Aggregate of Other Reserves Required by Law

Include on this line reserves required by statute other than the Statutory Premium Reserve.

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Instruction: Operations and Investment Exhibit

Part 1B - Premiums Earned Exhibit

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Line 2.1 - Statutory Premium Reserve — Balance at December 31, Prior Year

The amounts reported on this line are the Statutory Premium Reserve for the prior year. The amounts should agree with the amounts shown on Page 3, Line 2 for the prior year.

Line 2.2 - Aggregate Write-ins for Book Adjustments to Line 2.1

Enter the total of the write-ins listed in schedule Details of Write-ins Aggregated at Line 2.2 for Book Adjustments to Line 2.1.

Line 2.3 - Additions during the Current Year

This amount represents additions to the Statutory Premium Reserve during the current year. This is normally the premium written for the current year multiplied by the applicable statutory reserve accumulation factor.

Line 2.4 - Withdrawals during the Current Year

The amounts reported on this line are withdrawals from the Statutory Premium Reserve permitted under statute. This is normally the Statutory Premium Reserve amortization amount.

Line 2.5 - Aggregate Write-ins for Other Adjustments Not Effecting Earned Premiums

Enter the total of the write-ins listed in schedule Details of Write-ins Aggregated at Line 2.5 for Other Adjustments Not Effecting Earned Premiums.

Line 2.6 - Balance at December 31, Current Year

The amounts reported on this line represent the Statutory Premium Reserve at December 31 of the current year. The amounts reported on this line should agree with the amounts reported by the company on Page 3, Line 2, Column 1. The amounts reported on this line should agree to the amounts reported on Line 2.1 plus the amounts reported on Line 2.2, plus the amounts reported on Line 2.3, less the amounts reported on Line 2.4, plus the amounts reported on Line 2.5.

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Instruction: Operations and Investment Exhibit, Part 2B, Unpaid Losses and Loss Adjustment Expenses

Salvage

Any amount for salvage and subrogation (including amounts recoverable from second-injury funds, other governmental agencies, or quasi-governmental agencies, where applicable) must be disclosed in Schedule P, Part 1. Refer to *SSAP No. 55-Unpaid Claims, Losses and Loss Adjustment Expenses* for accounting guidance.

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Line 1.1 - Direct Loss and Allocated LAE Reserve for Title and Other Losses of which Notice has been Received

This line represents the direct loss and allocated LAE reserves for title and other losses of which notice has been received.

The amount shown in Column 1 should agree to Schedule P, Part 1A, Column 17, Line 12.

The amount shown in Column 2 plus the amount shown in Column 3 should agree to Schedule P, Part 1B, Column 17, Line 12.

Include: All loss and allocated LAE known claim reserves for claims that have been reported in any way to the home office of the company on or before December 31 of the current year.

Line 1.2 - Reinsurance Assumed Loss and Allocated LAE Reserve for Title and Other Losses of which Notice has been Received

The amount represents loss and allocated LAE reserves for title and other losses of which notice has been received under agreements of reinsurance assumed. This can be done through reinsurance assumed treaties, facultative reinsurance assumed agreement, or under transfer and assumption agreements. The amounts reported on this line should agree with Schedule F, Part 1, Column 8.

The amount shown in Column 2 plus the amount shown in Column 3 should as agree to Schedule P, Part 1B, Column 18, Line 12.

Line 2 - Reinsurance Recoverable

The amounts shown on this line represent reinsurance ceded recoverables (from authorized, unauthorized and certified companies) on unpaid losses of which notice has been received. This can be done through reinsurance ceded treaties, facultative reinsurance assumed agreements, or under transfer and assumption agreements.

The amounts shown on this line should reconcile to amounts reported in Schedule F, Part 2, Column 9, Total.

The amount shown in Column 1 should agree to Schedule P, Part 1A, Column 19, Line 12.

The amount shown in Column 2 plus the amount shown in Column 3 should as agree to Schedule P, Part 1B, Column 19, Line 12.

Line 3 - Known Claim Reserves Net of Reinsurance

The amounts reported on this line are the amounts reported on Line 1.1, plus the amounts reported on Line 1.2, less the amounts reported on Line 2. The amount shown on this line should agree with Page 3, Line 1.

Line 4.1 - Incurred but not Reported — Direct

The amounts reported on this line are incurred but not reported losses on a direct basis.

The amount shown in Column 1 should agree to Schedule P, Part 1A, Column 20, Line 12.

The amount shown in Column 2 plus the amount shown in Column 3 should as agree to Schedule P, Part 1B, Column 20, Line 12.

Line 4.2 - Incurred but not Reported — Reinsurance Assumed

The amounts reported on this line are incurred but not reported losses related to reinsurance assumed.

The amount shown in Column 1 should agree to Schedule P, Part 1A, Column 21, Line 12.

The amount shown in Column 2 plus the amount shown in Column 3 should agree to Schedule P, Part 1B, Column 21, Line 12.

Line 4.3 - Incurred but not Reported — Reinsurance Ceded

The amounts reported on this line are incurred but not reported losses related to reinsurance ceded.

The amount shown in Column 1 should agree to Schedule P, Part 1A, Column 22, Line 12.

The amount shown in Column 2 plus the amount shown in Column 3 should agree to Schedule P, Part 1B, Column 22, Line 12.

Line 4.4 - Incurred but not Reported — Net of Reinsurance

The amounts reported on this line are the amounts reported on Line 4.1, plus the amounts reported on Line 4.2, less the amounts reported on Line 4.3.

Line 5 - Unallocated LAE Reserve

The amount reported in Column 4 on this line should agree with the amounts reported in Schedule P, Part 1, Line 12, Column 23.

Line 6 - Discount for Time Value of Money, if Allowed

Only discounts allowed by law (statutes or regulations) should be reported on this line.

The amount reported in Column 4 on this line should agree with the amounts reported in Schedule P, Part 1, Line 12, Column 33.

Line 7 - Total Schedule P Reserves

The amounts reported on this line should agree with the total of the amounts reported on Lines 3 + 4.4 + 5, less the amount reported on Line 6. The amounts reported in Column 4 on this line should agree with the amount reported in Schedule P, Part 1, Line 12, Column 34.

Line 8 - Statutory Premium Reserve at Year End

The amounts reported on this line represent the Statutory Premium Reserve at December 31 of the current year. The amounts reported on this line should agree with the amounts reported by the company on Page 3, Line 2.

Line 9 - Aggregate of Other Reserves Required by Law

The amount reported on this line is the amount reported on Page 3, Line 3, if appropriate. Only reserves related to the Statutory Premium Reserve or loss and loss adjustment expenses as covered in Schedule P are eligible for inclusion.

Line 10 - Supplemental Reserve

The amount reported on this line is the amount reported on Line 7, less the amounts reported on Lines 3 plus 8 plus 9, but not less than zero.

Instruction: Notes to Financial Statements

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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).

For Title reporting entities, “provision” refers to the known claims reserve included in Line 1 of the Liabilities page and “prior years” refers to prior report years.

- B. Information about significant changes in methodologies and assumptions used in calculating the liability for unpaid claims and claim 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 losses and loss 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 loss development on retrospectively rated policies. However, the business to which it relates is subject to premium adjustments.

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Instruction: Schedule P

There are five parts and the interrogatories within Schedule P. Part 1 provides detailed information on losses and loss expenses. Part 2 provides a history of incurred losses and loss expenses on a policy year basis. Part 3 provides a history of incurred losses and loss expenses on a report year basis. Part 4 provides a history of claim counts on a policy year basis. Schedule P Interrogatories provides for additional calculation and explanation of various amounts. Part 5 provides a history of claim counts on a report year basis. If the company is unable to provide any part of the data required in Schedule P for years prior to 1994, the company must obtain a letter of waiver from its domiciliary commissioner. A copy of this letter must be included with the company's annual statement. Data for 1994 and subsequent should be provided in complete detail except for unallocated loss adjustment expenses (ULAE) that should be in complete detail for 1996 and subsequent.

Schedule P includes only the data for the insurer identified on the Jurat Page of the annual statement. Do not include consolidated data for affiliated companies. If the insurer participates in a pooling agreement, it should report only its share of the business, not the total of all participants.

In those instances where an insurer files an amended annual statement as a result of a restatement of prior year written premium, losses or loss adjustment expenses, Schedule P must be restated and included in the amended annual statement. In those instances where one title insurer is merged into another title insurer, Schedule P must be prepared so it includes the entire combined history of both companies.

Schedule P, Part 1 is organized so that written premiums and other income for a year are matched with corresponding losses and allocated loss adjustment expenses (ALAE) and unallocated loss adjustment expenses for policies issued during that year. Experience is shown for direct business, reinsurance assumed, reinsurance ceded, and net of reinsurance.

Written premium and other income is on a calendar year basis, and should reconcile with the totals on Schedule T.

Policy year loss and loss adjustment expense payments and reserves should be assigned to the year in which the policy was written under which coverage is triggered. Payments and reserves for escrow and defalcation loss and loss adjustment expenses should be assigned to the year of the associated title insurance order or, if the year is unknown, to the year the defalcation or escrow loss was first known by the company.

Part 2 displays 20-year loss development triangles on a policy year basis. Part 3 displays 10-year loss development triangle on a report year basis. In Parts 2 and 3, losses are combined with ALAE and are net of reinsurance. Loss and ALAE development is shown for total incurred, payments, case basis reserves, bulk reserves, and incurred but not reported (IBNR) reserves (policy year basis only). Part 4 displays 20-year claim count development triangles on a policy year basis.

For report year development, group the claims by year in which the claim was first reported.

Title insurance losses should include all losses on any transaction for which a title insurance premium, rate or charge was made or contemplated. Escrow losses for which the company is contractually obligated should be included. Losses arising from defalcations for which the company is contractually obligated should be included.

Allocated loss adjustment expenses are those that can be related to specific claims and include fees, salaries, overhead, and expenses of lawyers for legal services in defense, trial or appeal of suit, other legal services rendered in connection with title claims, and general court costs and fees together with appeal costs and expenses. Allocated loss adjustment expenses should include all costs associated with attorneys involved in litigation of specific claims whether such attorneys are engaged as outside counsel or salaried employees of a reporting entity. Allocated loss adjustment expenses also include any fee or expense, other than claim adjuster services, which is directly attributable to the defense of a particular claim.

Allocated loss adjustment expenses for reinsurance assumed and ceded should be reported in accordance with the terms of the applicable reinsurance contracts. In addition, an assuming reinsurer that incurs allocated loss adjustment expenses in its adjustment of reinsured losses should report ALAE in the manner described above for direct losses.

Unallocated loss adjustment expenses are those expenses, other than allocated loss adjustment expenses, that are assigned to the expense group "Loss Adjustment Expenses." As an example, the costs related to salaried employees of the insurer involved in the management of claims are included in this category.

Loss and loss adjustment expense reserves are to be presented on a non-discounted basis. The reserves reported are expected to represent the ultimate amounts to be paid, including anticipated inflation.

Discounting of loss and loss adjustment expense reserves is allowed only if expressly permitted by the state insurance department to which this annual statement is being filed. If discounting of loss and loss adjustment expense reserves is reflected on Page 3 of this annual statement, a reconciliation is provided in Schedule P, Part 1. Work papers relating to any discount amounts must be available for examination upon request.

Salvage and subrogation should be determined in accordance with *SSAP No. 57-Title Insurance*, using the following rules:

1. Paid losses must be reported net of realized, but not anticipated, salvage and subrogation. Case basis loss and loss adjustment expense reserves must not be reduced on account of anticipated salvage and subrogation.
2. Paid salvage and subrogation is not realized until a salvage asset or an actual payment pursuant to a subrogation right is in the direct control of the reporting entity and is admissible as an asset for statutory reporting purposes in its own right.
3. Salvage assets and payments pursuant to a subrogation right are to be booked at current market value. Current market value or real estate is to be established through an appraisal conducted by a qualified independent appraiser.
4. If a salvage asset is sold or revalued by the reporting entity within twelve months of realization for an amount less than the value at which it was originally placed on the books of the reporting entity, then the loss on disposition is to be treated as a decrease in paid salvage (same effect as an addition to the paid loss) on the corresponding claim. After twelve months, such salvage revaluation will be treated as a loss on disposition or change in value of an asset, and is not to be deducted from the salvage on the corresponding claim.
5. If a salvage asset is sold or revalued by the reporting entity within twelve months of realization for an amount greater than the value at which it was originally placed on the books of the reporting entity, then the gain on disposition is to be treated as an increase in paid salvage (same effect as a deduction to the paid loss) on the corresponding claim. After twelve months, such salvage revaluation will be treated as a gain on disposition or change in value of an asset, and is not to be added to the salvage on the corresponding claim.
6. IBNR reserves may make a provision for the expected value of future salvage and subrogation on open claims and IBNR claims. This provision must be actuarially determined and should not be based upon current case estimates.

Report all dollar amounts in Schedule P in thousands of dollars (\$000 omitted), either by rounding or truncating. All claim counts are to be shown in whole numbers.

The number of claims reported is to be cumulative by policy year. The number of claims reported for each policy year is equal to the number of open claims at the end of the current year plus cumulative claims closed with or without payment for the current and prior calendar years.

For reporting entities reporting on a pooling basis, the pooling percentage should be applied to claim count as well as dollar amounts.

If the company changes its method of counting claims, the new method should be disclosed in the Notes to Financial Statements.

Instruction: Schedule P — Part 1

Part 1 - Summary provides a 10-year summary of loss and ALAE experience for the company. Part 1 - Summary should be equal to the sum of Part 1A and Part 1B. Columnar headings provide instructions necessary for completion.

...

Loss and ALAE Payments should be reported net of realized salvage and subrogation. Salvage and Subrogation Received represents the cumulative salvage and subrogation realized, as defined in *SSAP No. 57-Title Insurance*. It is shown for reference only and should not be included in the Total Net Paid.

Inception to-date ULAE Payments by policy year should be provided with the allocation of payments to policy year described in the Schedule P Interrogatories.

The known claim reserve includes case basis reserves and “bulk” reserves. “Bulk” reserves are a provision for subsequent development on known claims.

IBNR reserves are a provision for unreported or unknown title insurance claims on all policies issued by the company as of the accounting date.

Unallocated loss expenses unpaid are a provision for ULAE yet to be paid related to claims that are either open or unreported as of the accounting date.

Losses and Allocated Loss Adjustment Expenses Incurred is the addition of the corresponding Direct, Assumed and Ceded columns for payments, Known Claim Reserves and IBNR Reserves.

...

Instruction: Schedule P — Part 2

Part 2 provides a historical summary of loss and ALAE development by policy year on a net of reinsurance basis. Columnar headings provide instructions necessary for completion. Column 11 equals Column 10 minus Column 9 for common years (Rows 1 through 20). Column 12 equals Column 10 minus Column 8 for common years (Rows 1 through 19).

The definition of “prior years” should be the same as that used by the company in Part 1.

Columns 1 to 10 should equal the sum of Parts 2A, 2B, 2C and 2D.

D. List of Abbreviations for Jurisdiction Summaries

Academy	American Academy of Actuaries
AnnStat	Annual Statement
AOS	Actuarial Opinion Summary
asm't	assumption
assd	assumed
assn	association
auto	automobile
auth	authorized
Bull	Bulletin
cap	capital
CAS	Casualty Actuarial Society
CMP	Commercial Multiple Peril
Comm'r	Commissioner (Director, Superintendent)
CL	Circular Letter number
D&A	Direct and Assumed
FO	Farmowners
GAAP	Generally Accepted Accounting Principles
GWP	Gross Written Premium
HB	House Bill
HO	Homeowners
Hosp	hospital
IBNR	Incurred But Not Reported
Indiv	individual
ins	insurance
Instr	Instructions
IRIS	Insurance Regulatory Information System
LAE	Loss Adjustment Expense
liab	liability
med prof liab	medical professional liability
MGA	Managing General Agent
mgt	management
NAIC	National Association of Insurance Commissioners
P/C	property/casualty
PHS	Policyholders' Surplus
PInterrog(Ins)	Schedule P Interrogatories (Instructions)
qtrly	quarterly
RB	Reinsurance Intermediary-Broker
Reg	Regulation section/number
reins	reinsurance
rep'd	reported
RM	Reinsurance Intermediary-Manager
RRG	Risk Retention Group
Rul	Ruling section
SAO	Statement of Actuarial Opinion
sched	schedule

SI	Self-Insurance/Self-Insurer
SPFC	Special Purpose Financial Captive
SOA	Society of Actuaries
SSAP	Statement of Statutory Accounting Principles
Stat	Statute section
unrep'd	unreported
WC	workers' compensation
WP	written premium
yr(s)	year(s)

E. Additional Resources

Additional Resources Maintained by the NAIC:

[Industry Financial Filing](#) – NAIC's links to general filing instructions such as: Accounting Practices and Procedures manuals, Annual Statement Instructions

[Industry Financial Filing State Deadlines](#) - NAIC's links to States' Filing Instructions and Checklists

[Insurance Departments](#) Select state in drop down list.

State - Alabama

Contact Information

Commissioner:	Mark Fowler
Regulatory Agency:	Alabama Department of Insurance 201 Monroe St., Suite 502 Montgomery, AL 36104
P/C SAO Contact:	Sanjeev Chaudhuri, Chief Actuary Sheila Travis, Chief Examiner (334) 241-4198 62 Sanjeev.chaudhuri@insurance.alabama.gov sheila.travis@insurance.alabama.gov
Captives* SAO Contact:	Sanjeev Chaudhuri Todrick Burks (334) 241-4198 63 Sanjeev.chaudhuri@insurance.alabama.gov todrick.burks@insurance.alabama.gov

Website Information

Related Website:	www.aldoi.gov
Statutes (Stat):	Insurance Code (Title 27)
Regulations (Reg):	Regulations of Alabama Department of Insurance
Annual Statement Checklists:	Property & Casualty Insurers Annual Statement Checklist Title Insurers Annual Statement Checklist

*Please refer to page A-5 for additional discussion of captives.

State - Alabama

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Admitted P/C Insurer

Special Cases:

Producer-Controlled Insurer

Managing General Agent

Reinsurance Intermediary-Manager

Captive Insurer

Foreign Risk Retention Group

Title Insurer

SAO Exemptions

State - Alabama

Admitted P/C Insurer

Opinion required	Stat 27-3-26.1 , Reg Ch. 482-1-102-.04 Reg Ch. 482-1-149-.05
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Reg Ch. 482-1-102-.04 Reg Ch. 482-1-149-.05 NAIC AnnStat Instr (2) NAIC SAO Instr (1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	Stat 27-3-26.1 NAIC SAO Instr (1A)
Affiliation Company employee: Permitted	Stat 27-3-26.1 NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	 NAIC SAO Instr (1)
Change of Actuary Company must notify Comm'r within 5 days and provide separate letter within next 10 days concerning disagreements	 NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg Ch. 482-1-097-.04 , Reg Ch. 482-1-149-.05 , Stat 27-3-26.1
Insurers must follow NAIC AnnStat Instructions	Reg Ch. 482-1-097.04 , Stat 27-3-26.1
Reserve Amounts: Insurer must maintain adequate loss reserves	Stat 27-36-6
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Actuarial Report & Workpapers: Must file by May 1, for domestic companies filing an opinion	Reg Ch. 482-1-149-.07

State - Alabama

Admitted P/C Insurer, continued

AOS Required: Yes (domiciled insurers only but may be requested of other insurers)	Reg Ch. 482-1-149-.06
Confidentiality or Other Information	Reg Ch. 482-1-149-.08
AOS Contact	Sanjeev Chaudhuri Sheila Travis

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qrtly statement), unless the producer and insurer work exclusively with each other	Stat 27-6B-4 (b), (c) Stat 27-6B-4 (e) (1)
Filing deadline: April 1	Stat 27-6B-4 (e) (1)
Actuary Qualifications: Either <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 27-6B-4 (e) (1)
Scope: Loss reserves including IBNR; business placed by producer	Stat 27-6B-4 (e) (1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 27-6A-2 (3) (GWP ≥ 5 percent PHS last AnnStat)	Stat 27-6A-5 (2)
Filing deadline: March 1	Dept Policy
Qualified Actuary: Academy member in good standing	Stat 27-6A-2 (1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 27-6A-5 (2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 27-5A-2 (9)) sets reserves	Stat 27-5A-9 (c)
Filing deadline: March 1	Dept Policy
Qualified Actuary: Academy member in good standing	Stat 27-5A-2 (1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 27-5A-9 (c)

State - Alabama

Captive Insurer

Opinion required	Reg Ch. 482-1-138-.04 (2)(e)
Filing deadline: June 30	Reg Ch. 482-1-138-.04 (1)
Qualified Actuary: Approved by commissioner and either: <ul style="list-style-type: none">• FCAS,• Academy member, or• approved loss reserve specialist	Reg Ch. 482-1-138-.04 (2)(e)
Scope of Opinion: Loss and LAE reserves	Reg Ch. 482-1-138-.04 (2)(e)
Credit for Reinsurance: May take credit for reserves on risks ceded to a reinsurer subject to limitations	Reg Ch. 482-1-138-.10

Foreign Risk Retention Group (RRG)

Opinion required	Stat 27-31A-4 (2) a
Filing deadline: March 1	Dept Policy
Qualified Actuary: Either: <ul style="list-style-type: none">• qualified loss reserve specialist per NAIC, or• Academy member	Stat 27-31A-4 (2) a
Scope of Opinion: Loss and LAE reserves	Stat 27-31A-4 (2) a

State - Alabama

Title Insurer

Opinion required	Reg Ch. 482-1-102-.04
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Reg Ch. 482-1-102-.04
Actuary Qualifications Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board or Audit Committee 	NAIC SAO Instr (1) Title
Change of Actuary Company must notify Comm'r within 5 days and provide separate letter within next 10 days concerning disagreements	NAIC SAO Instr (1) Title
Affiliation Company employee: Permitted, except as noted in "Qualifications"	NAIC SAO Instr (1A) Title
Insurers must follow NAIC SAO Instructions	Reg Ch. 482-1-097-.04
Insurers must follow NAIC AnnStat Instructions	Reg Ch. 482-1-097-.04
Reserve Amounts: Insurer must maintain adequate loss reserves	Stat 27-36-6
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Title-statutory premium reserve: Initially, 10 percent of written premium, released 5 percent per year over the next 20 years; premium does not include services	Stat 27-36-2

State - Alabama

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
<p>Captives (other than captive risk retention groups):</p> <ul style="list-style-type: none">• less than \$2.2 million direct WP in calendar year, and• less than 1,000 policyholders or certificate holders at end of calendar year or assumed premiums pursuant to contracts and/or treaties of reinsurance of \$2.2 million or less <p>Annually submit written application for exemption</p>	Reg Ch. 482-1-138-.04

State – Alaska

Contact Information

<u>Acting</u> Director:	Heather Carpenter Lori Wing-Heier
Regulatory Agency:	Department of Commerce, Community, and Economic Development Division of Insurance 9 th Floor State Office Bldg. 333 Willoughby Avenue Juneau, AK 99801-1770 (907) 269-7900 465-2515
P/C SAO Contact:	Sian Ng-Ashcraft Supervisor Alaska Division of Insurance 550 W. 7 th Ave., Suite 1560 Anchorage, AK 99501-3567 (907) 269-7890 sian.ng-ashcraft@alaska.gov

Website Information

Related Website:	https://www.commerce.alaska.gov/web/ins
Statutes (Stat):	Alaska Statutes, Title 21, Insurance
Bulletins:	Bulletin 92-04
Annual Statement Checklists:	Property/Casualty Insurers Title Insurers Other Insurers

State – Alaska

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Admitted P/C Insurer

Special Cases:

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Managing General Agent

Reinsurance Intermediary-Manager

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SAO Exemptions

State – Alaska

Admitted P/C Insurer

Opinion required	Stat 21.09.200(a) Stat 21.09.207(a)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 21.09.200(a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an accepted Actuarial Designation Is a member of a professional actuarial association Is a member in good standing of the: <ul style="list-style-type: none"> CAS; or Academy, and approved by Casualty Practice Council 	NAIC SAO Instr (1A) Stat 21.09.207(e)
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must notify Comm’r within 5 days and provide separate letter within next 10 days concerning disagreements	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 21.09.207(a)(2) Bulletin 92-04
Insurers must follow NAIC AnnStat Instructions	Stat 21.09.200(a) Bulletin 92-04
Insurer must maintain adequate loss reserves	Stat 21.18.100 Stat 21.18.050
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Stat 21.09.207(b)
Confidentiality or Other Information	Stat 21.09.207(d)
AOS Contact	Sian Ng-Ashcraft

State – Alaska

Producer-Controlled Insurer

Opinion required	Stat 21.27.570(b)
Filing deadline: April 1	Stat 21.27.570(b)
Actuary Qualifications: Independent qualified actuary who is an Academy member	Stat 21.27.570(b) Stat 21.27.990(14)
Affiliation Company employee: Not permitted	Stat 21.27.990(14)
Scope of Opinion: Loss reserves; business produced by producer	Stat 21.27.570(b)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves	Stat 21.27.620(d)
Filing deadline: No Provision	
Actuary Qualifications: Independent qualified actuary who is an Academy member	Stat 21.27.620(d) Stat 21.27.990(14)
Affiliation Company employee: Not permitted	Stat 21.27.990(14)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 21.27.620(d)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 21.97.900(40)) sets reserves	Stat 21.27.760(e)(2)
Filing deadline: No Provision	
Actuary Qualifications: Independent qualified actuary who is an Academy member	Stat 21.27.760(e)(2) Stat 21.27.990(14)
Affiliation Company employee: Not permitted	Stat 21.27.990(14)
Scope of Opinion: Loss reserves; business produced by RM	Stat 21.27.760(e)(2)

State – Alaska

Title Insurer

Opinion required	Stat 21.66.080 Stat 21.09.200(a)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 21.66.080(a) Stat 21.09.200(a)
Actuary Qualifications Either: <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports To Board 	NAIC SAO Instr (1) Title
Change of actuary Company must notify Comm’r within 5 days and provide separate letter within next 10 days concerning disagreements	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 21.09.200(a) Bulletin 92-04
Insurers must follow NAIC AnnStat Instructions	Stat 21.09.200(a) Bulletin 92-04
Insurer must maintain adequate loss reserves	Stat 21.18.100 Stat 21.18.050
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title Stat 21.18.050
Title-statutory premium reserve: Maintain an unearned premium reserve as required by the director	Stat 21.18.073

State – Alaska

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Arizona

Contact Information

Interim Director:	Barbara Richardson Maria Ailor, AIE, AMCM
Regulatory Agency:	State of Arizona Arizona Department of Insurance and Financial Institutions 100 N. 15 th Avenue, Suite 261 Phoenix, AZ 85007-2630 (602) 364-3100
P/C SAO Contact:	Kurt Regner, CFE Deputy Assistant Director (602) 364-3963 Kurt.Regner@DIFI.AZ.GOV
Captives* SAO Contact:	Victoria E. Fimea, J. D. Chief Analyst (602) 364-0267 Victoria.Fimea@DIFI.AZ.GOV

Website Information

Related Websites:	https://difi.az.gov/ www.azleg.gov
Statutes (A.R.S.):	Arizona Revised Statutes, Title 20, Insurance
Annual Statement Checklist:	Domestic Insurers Annual Statement Checklists Foreign Insurers Annual Statement Checklists

*Please refer to page A-5 for additional discussion of captives.

State - Arizona

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Special Cases:

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Captive Insurer

Domestic Risk Retention Group

Foreign Risk Retention Group

Mechanical Reimbursement Reinsurer

Product Liability

Professional Liability

Title Insurer

SAO Exemptions

State - Arizona

Admitted P/C Insurer (Including Domestic Surplus Lines Insurer)

Opinion required	A.R.S. § 20-223(A) A.R.S. § 20-234(A) A.R.S. § 20-697(A)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline Domestic: March 31 All Others: March 1	A.R.S. § 20-223(A)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary Qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
All authorized domestic insurers must follow NAIC SAO Instructions	A.R.S. § 20-223(A) A.R.S. § 20-697(A)
All domestic, foreign, and alien insurers authorized to transact business in the state must file actuarial certification with the NAIC	A.R.S. § 20-234(A) A.R.S. § 20-223(A)
Insurers must follow NAIC AnnStat Instructions	A.R.S. § 20-223(A)
Insurer must maintain adequate loss reserves	A.R.S. § 20-220.01 A.R.S. § 20-505 A.R.S. § 20-516 A.R.S. § 20-506 A.R.S. § 20 509

State - Arizona

Admitted P/C Insurer (Including Domestic Surplus Lines Insurer), continued

Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	A.R.S. § 20-697(B)
Confidentiality or Other Information	A.R.S. § 20-697.01 A.R.S. § 20-1098.23
AOS Contact	David Lee, Kurt Regner
Captive/RRG Contact	Victoria E. Fimea, J.D.

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qrtly statement), unless the producer and insurer work with each other in a defined way	A.R.S. § 20-487.02(C), (E), (F)
Filing deadline: April 1	A.R.S. § 20-487.02(C)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist acceptable to the Director 	A.R.S. § 20-487.02(C)
Scope of Opinion: Loss reserves; business placed by producer	A.R.S. § 20-487.02(C)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in A.R.S. § 20-311	A.R.S. § 20-311.02(B)(3)
Qualified Actuary: An actuary	A.R.S. § 20-311.02(B)
Scope of Opinion: Loss reserves; business produced by MGA	A.R.S. § 20-311.02(B)(3)

Mortgage Guaranty

Reserve amounts Company shall maintain adequate case basis and other loss reserves	A.R.S. § 20-1555 A.R.S. § 20-1556
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State - Arizona

Prepaid Legal

Opinion required	A.R.S. § 20-223(A) A.R.S. § 20-1097.12
Scope of Opinion: Arizona laws	A.R.S. § 20-1097.10 A.R.S. § 20-1097.12 A.R.S. § 20-223(A)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in A.R.S. § 20-486(A)(5)) sets reserves	A.R.S. § 20-486(A)(5) A.R.S. § 20-486.08(C)
Qualified Actuary: Academy member in good standing	A.R.S. § 20-486(A)(1)
Scope of Opinion: Loss reserves; business produced by RM	A.R.S. § 20-486.08(C)

Accredited Reinsurer/Authorized Reinsurer

Opinion required if state of domicile requires an opinion with annual statement	A.R.S. § 20-3602(D)(4)
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Captive Insurer

Opinion required, unless exempted by the director	A.R.S. § 20-1098.07(C)
Filing Deadline: 90 days after the end of the fiscal year	A.R.S. § 20-1098.07
Qualified Actuary either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing, or individual who has demonstrated competence to the Director 	A.R.S. § 20-1098.07(C)
Captives cannot directly insure health insurance, workers' comp, title, personal home, motor vehicle insurance	A.R.S. § 20-1098.01
May take credit for reserves on risk ceded to reinsurer	A.R.S. § 20-1098.11
Captive/RRG Contact	Victoria E. Fimea, J.D.

State - Arizona

Domestic Risk Retention Group (RRG)

Opinion required	A.R.S. § 20-2402(A) A.R.S. § 20-2403(B)
Qualified Actuary Either: <ul style="list-style-type: none">• CAS member in good standing, or• Academy member in good standing, or• individual who has demonstrated competence to the Director	A.R.S. § 20-1098.07(C) A.R.S. § 20-2402(A) A.R.S. § 20-2403(B)

Foreign Risk Retention Group (RRG)

Opinion required	A.R.S. § 20-1098.07 A.R.S. § 20-2403(B)(1)
Filing deadline Same as state in which RRG is licensed	A.R.S. § 20-2403(B)(1)
Qualified Actuary either: <ul style="list-style-type: none">• Academy member, or• qualified loss reserve specialist	A.R.S. § 20-2403(B)(1)
Scope of Opinion: Loss and LAE reserves	A.R.S. § 20-2403(B)(1)

Mechanical Reimbursement Reinsurer

Opinion required	A.R.S. § 20-1096.05
Filing deadline: April 1	A.R.S. § 20-1096.05
Scope of Opinion: Policy and loss reserves	A.R.S. § 20-1096.05 A.R.S. § 20-1096.07

Product Liability

Scope of Opinion: A list of claims closed during the preceding calendar year in which the insured is located in AZ must be filed at the time of the annual statement	A.R.S. § 20-223.01
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Professional Liability

Scope of Opinion: The director may require that additional information be included in the annual statement	A.R.S. § 20-1741
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State - Arizona

Title Insurer

Opinion required	A.R.S. § 20-223(A) A.R.S. § 20-234(A) A.R.S. § 20-697(A)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: Domestic: March 31 Foreign: March 1	A.R.S. § 20-223(A)
Actuary Qualifications Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
All authorized domestic insurers must follow NAIC SAO Instructions	A.R.S. § 20-223(A) A.R.S. § 20-697(A)
All domestic, foreign, and alien insurers authorized to transact business in the state must file actuarial certification with the NAIC	A.R.S. § 20-234(A)
Insurers must follow NAIC AnnStat Instructions	A.R.S. § 20-223(A)
Insurer must maintain reserves estimated to be sufficient to provide for the payment of loss and LAE on claims for which it has received notice; must maintain unearned premium reserve	A.R.S. § 20-1568 A.R.S. § 20-1569 A.R.S. § 20-1570 A.R.S. § 20-1572
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State - Arizona

Title Insurer, continued

Title-statutory premium reserve – Domestic Formula prescribed in the NAIC’s Accounting Practices and Procedures Manual	A.R.S. § 20-1569
Title-statutory premium reserve – Foreign (title) Same as domiciliary state, provided it is mandatory and substantially equivalent to requirements in Arizona	A.R.S. § 20-1568

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm’r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1• Director’s discretion: Exempted by the Director	NAIC SAO Instr (1B) A.R.S. § 20-1098.07 A.R.S. § 20-2403(B)
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State - Arkansas

Contact Information

Commissioner: [Jimmy Harris](#)~~Alan McClain~~

Regulatory Agency: Arkansas Insurance Department
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Captives* SAO Contact: Mel Anderson
Insurance Deputy Commissioner
Financial Regulation
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or
Leo Liu
Chief Financial Analyst
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leo.liu@arkansas.gov

Website Information

Department Website: www.insurance.arkansas.gov
Related Website: www.arkansas.gov

Statutes (Stat): [Arkansas Code Annotated \(ACA\)](#) (must allow cookies to access code)

Regulations (Reg, [CAR](#))^{**}: [Code of Arkansas Rules](#)

Bulletins (Bul): [Arkansas Bulletins](#)

Annual Statement Checklists: [Financial Statement and Other Filings Checklists](#)

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[Arkansas Bureau of Legislative Services - Free Public Access Terms and Conditions](#)

*Please refer to page A-5 for additional discussion of captives.

^{**} [Arkansas agencies have consolidated their rules/regulations into a complete “Code of Arkansas Rules” or CAR. Arkansas Rules, as previously numbered, along with the newly renamed and reformatted Rules are available on the website.](#)

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State - Arkansas

Admitted P/C Insurer

Opinion required	ACA 23-63-216(e)(1),(2) ACA § 23-63-1903 Domestic: 23 CAR § 10-106 (formerly Reg 16 § 8) Domestic Malpractice insurance: ACA 23-67-504(b)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	ACA 23-63-216(a)(1)
Actuary Qualifications <ul style="list-style-type: none"> Academy member, or CAS member, or approved by Comm'r (7 yrs experience) (insurer must request 90 days prior to filing) Company employee permitted, except as noted 	23 CAR § 10-103 (formerly Reg 16 § 5) Reg 16 § 5(4)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	ACA 23-63-216(a)(3),(e)(2) Domestic: 23 CAR § 10-106 (formerly Reg 16 § 8) Bul 1-2025.pdf Bull 1-2024
Insurers must follow NAIC AnnStat Instructions	ACA 23-63-216(a)(2),(3) Domestic: 23 CAR § 10-106 (formerly Reg 16 § 8) Bul 1-2025.pdf Bull 1-2024
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts: Insurer must follow NAIC Accounting Practices and Procedures Manual	ACA 23-63-604 Bul 1-2025.pdf Bull 1-2024
AOS Required	ACA 23-63-1903
Confidentiality or Other Information	ACA 23-63-1905
AOS Contact	Mel A. Anderson, Deputy Commissioner, Financial Regulation Leo Liu, Chief Financial Analyst

State - Arkansas

Producer-controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement of the prior year), unless the producer and insurer work exclusively with each other	ACA 23-63-1105(a)
Filing deadline: April 1	ACA 23-63-1105(d)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist acceptable to Comm'r 	ACA 23-63-1105(d)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	ACA 23-63-1105(d)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in ACA 23-64-402(c) (GWP ≥ 5 percent PHS last AnnStat)	ACA 23-64-405(b)
Filing deadline: No provision, other than "annual"	ACA 23-64-405(b)
Qualified Actuary: Academy member in good standing	ACA 23-64-402(a)
Scope of Opinion: Loss reserves; business produced by MGA	ACA 23-64-405(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in ACA 23-62-402(7)) sets reserves	ACA 23-62-410(c)
Filing deadline: No provision, other than "annual"	ACA 23-62-410(c)
Qualified Actuary: Academy member in good standing	ACA 23-62-402(1)
Scope of Opinion: Loss reserves; business produced by RM	ACA 23-62-410(c)

Foreign Risk Retention Group (RRG)

Opinion required	ACA 23-94-205(2)(A)
Filing deadline: March 1	ACA 23-94-205(2)
Qualified Actuary: Either <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC criteria, or • Academy member 	ACA 23-94-205(2)(A)
Scope of Opinion: Loss and LAE reserves	ACA 23-94-205(2)(A)

State - Arkansas

Captive Insurer

<p>Filing deadline:</p> <ul style="list-style-type: none"> • March 1 if included as part of AnnStat • March 1 for association captive insurance companies and industrial insured groups • Producer reinsurance captive or pure captive may apply to file 60 days after its fiscal year-end • 60 days after fiscal year-end for branch captive, unless waived in whole or in part 	<p>ACA 23-63-1607(b)(1) ACA 23-63-1607(b)(3)(A) ACA 23-63-1607(c) ACA 23-63-1607(d)</p>
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)

Title Insurer

Opinion required	ACA 23-63-216(e) 23 CAR § 10-106 (formerly Reg 16 § 8)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Domestic: ACA 23-63-216(a)(1)
<p>Actuary Qualifications</p> <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
<p>Appointment</p> <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
<p>Change of Actuary</p> <p>Company must:</p> <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	ACA 23-63-216(a)(3),(e)(2) Domestic: 23 CAR § 10-106 (formerly Reg 16 § 8) Bul_1-2025.pdf Bul_1-2024
Insurers must follow NAIC AnnStat Instructions	ACA 23-63-216(a)(2),(3) Domestic: 23 CAR § 10-106 (formerly Reg 16 § 8) Bul_1-2025.pdf Bul_1-2024
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State - Arkansas

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – California

Contact Information

Commissioner:	Ricardo Lara
Regulatory Agency:	Department of Insurance 300 Capitol Mall Suite 1700 Sacramento, CA 95814 (916) 492-3500
P/C SAO Contact:	Giovanni Muzzarelli, MAAA, FCAS Senior Casualty Actuary (415) 538-4206 giovanni.muzzarelli@insurance.ca.gov

Website Information

Related Website:	http://www.insurance.ca.gov/
Statutes (Stat):	Insurance Code
Regulations (Reg):	Admin Code, Title 10
Letters:	2/21/86
Special California Schedule P:	“ SCASP ”
Questions and Answers (Q&A):	"SCASP" Part VII - Actuarial Certification Q&A's
Annual Statement Checklists:	Forms by Type of Business

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State – California

Admitted P/C Insurer

Opinion required	Stat 923.6(a) (Amended by Stats. 2021, Ch. 615, Sec. 299)
Original Signature (Handwritten on Paper) Required for SAO	No (but preferred)
Filing deadline: March 1	Stat 931(a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Affiliation: Company Employee Permitted, except Comm'r can require independent actuary	Stat 925
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must notify Comm'r within 5 days and provide separate letter within next 10 days concerning disagreements	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 923.6(a) (Amended by Stats. 2021, Ch. 615, Sec. 299)
Insurers must follow NAIC AnnStat Instructions	Stat 931(a)
Reserve Amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 923.5
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Discounting Not allowed at all for California domestics; allowed for non-domestics for WC tabular	Letter 2/21/86
Financial guaranty Discount rate equal to average rate of return on admitted assets, as of evaluation date; adjusted each calendar year	Stat 12109(a)

State – California

Admitted P/C Insurer, continued

<p>Subrogation and Salvage</p> <ul style="list-style-type: none"> • must have been reduced to cash or any asset readily convertible to cash • financial guaranty – no deduction unless: <ul style="list-style-type: none"> ▪ salvage under control of insurer and qualifies as admitted asset, or ▪ salvage secured by irrevocable letter of credit approved by Comm’r 	<p>Reg 10 § 2302</p> <p>Stat 12109(b)</p>
<p>Special CA Schedule P (SCASP) must be filed by March 1 for companies licensed in California; WC reserves reported on SCASP should make a reasonable provision for all unpaid loss and LAE obligations for California WC exposure under the terms of its contracts and agreements</p>	<p>Q&A: CA WC</p>
<p>AOS Required</p>	<p>Stat 923.6(b) (Amended by Stats. 2021, Ch. 615, Sec. 299)</p>
<p>Confidentiality or Other Information</p>	<p>Stat 923.6(f) (Amended by Stats. 2021, Ch. 615, Sec. 299)</p>
<p>AOS Contact</p>	<p>Financial Analysis Division</p>

Producer-Controlled Insurer

<p>Opinion required if GWP placed by producer is ≥ 5 percent of the insurer’s admitted assets (as rep’d in September qtrly statement), unless the producer and insurer work exclusively with each other</p>	<p>Stat 1216.3(a), (d)</p>
<p>Filing deadline: April 1</p>	<p>Stat 1216.3(d)</p>
<p>Qualified Actuary is either:</p> <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm’r 	<p>Stat 1216.3(d)</p>
<p>Scope of Opinion: Loss reserves, including IBNR; business placed by producer</p>	<p>Stat 1216.3(d)</p>

Managing General Agent (MGA)

<p>Opinion required annually if MGA (as defined in Stat 769.81(c)) sets reserves</p>	<p>Stat 769.84(b)</p>
<p>Qualified Actuary: member in good standing of the Academy, the CAS, or SOA, and qualified to sign SAO</p>	<p>Stat 769.81(a)</p>
<p>Scope of Opinion: Loss reserves; business produced by MGA</p>	<p>Stat 769.84(b)</p>

State – California

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 1781.2(h)) sets reserves	Stat 1781.9(c)
Qualified Actuary: member in good standing of the Academy, the CAS or SOA, and qualified to sign SAO	Stat 1781.2(a)
Scope of Opinion: Loss reserves; business produced by RM	Stat 1781.9(c)

Foreign Risk Retention Group (RRG)

Opinion required annually	Stat 132(b)(1)
Qualified Actuary: Academy member or qualified loss reserve specialist	Stat 132(b)(1)
Scope of Opinion: Loss and LAE reserves	Stat 132(b)(1)

Title Insurer

Opinion required	Stat 931(a)
Original Signature (Handwritten on Paper) Required for SAO	No (but preferred)
Filing deadline: March 1	Stat 931(a)
Actuary Qualifications Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation: Company employee permitted, except Comm'r can require independent actuary	Stat 925
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must notify Comm'r within 5 days and provide separate letter within next 10 days concerning disagreements	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 923.6(a) (Amended by Stats. 2021, Ch. 615, Sec. 299)
Insurers must follow NAIC AnnStat Instructions	Stat 931(a)
Reserve amounts: Insurer must maintain reserves reasonably necessary to provide for unpaid losses and LAE	Stat 12388

State – California

Title insurer, continued

Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
<p>Statutory premium reserve:</p> <p>For policies issued;</p> <ul style="list-style-type: none"> Prior to Jan. 1, 1988 - 2 percent of total policy charges; released 10 percent per year, first five years and 3.33 percent per year thereafter (reinsurers reserve only that portion not booked by direct writer) From Jan. 1, 1988 to Dec. 31, 1993 - 2.5 percent of total policy charges; released 10 percent per year for 10 years (reinsurers reserve only that portion not booked by direct writer) On and after Jan. 1, 1994 - 4.5 percent of (direct premiums written plus other income plus reinsurance assumed less reinsurance ceded); released 10 percent per year for first five years, 9 percent per year for next five years, and 0.5 percent per year for next 10 years Prior to Jan. 1, 1994 - use the 4.5 percent factor and formula; one-sixth of the excess of that calculation over the above calculation shall be added to the reserve for the six years beginning with 1994; the amount added in 1994 shall be released 10 percent per year for 10 years; the amount added in 1995 shall be released equally over 9 years; the amount added in 1996 shall be released equally over 8 years; etc. 	<p>Stat 12382.2(a) Stat 12382.5(a)</p> <p>Stat 12382.2(b) Stat 12382.5(b)</p> <p>Stat 12382.2(c) Stat 12382.5(c)</p> <p>Stat 12382.2(d) Stat 12382.5(d)</p>
<p>Statutory premium reserve for assumed reinsurance:</p> <p>If substantially entire liability is reinsured, unearned premium reserve for reinsurer cannot be less than two-thirds of reserve required for ceding company</p>	<p>Stat 12382.6</p>

SAO Exemptions

<ul style="list-style-type: none"> Small companies: <ul style="list-style-type: none"> less than \$1 million D&A WP, and less than \$1 million total D&A loss and LAE reserves at year-end Under supervision or conservatorship Nature of business - submit to domiciliary Comm'r Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> 1 percent capital & surplus, or 3 percent D&A WP File for exemption by December 1 	<p>NAIC SAO Instr (1B)</p>
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State – California

Letter dated 2/21/86:

TO: ALL PROPERTY AND CASUALTY INSURERS
ADMITTED TO DO BUSINESS IN THE STATE OF CALIFORNIA

SUBJECT: Loss Reserve Discounting

Dear CEO or President:

A growing number of property/casualty insurers have recently announced that they will be reporting unpaid losses and loss adjustment expenses on a discounted basis in their 1985 annual statements.

The purpose of this letter is to remind you that the California Department of Insurance does not permit loss reserve discounting. Neither the California Insurance Code (Sections 923.5 and 11558) nor the California Administrative Code have any specific provisions for allowing credit for the present value of future income on property/casualty loss reserves (i.e., discounting). Hence, this Department does not sanction explicit or implicit discounting of loss reserves (with the exception of workers' compensation reserves discounted on a tabular basis pursuant to regulations promulgated by the National Council of Compensation Insurance or where prescribed by the insurance laws of an insurer's domiciliary state) nor the reporting of discounted reserves on any financial statements filed with the California Department of Insurance.

Very truly yours,

BRUCE BUNNER
Insurance Commissioner

State - Colorado

Contact Information

Commissioner:	Michael Conway
Regulatory Agency:	Division of Insurance Colorado Department of Regulatory Agencies 1560 Broadway, Suite 850 Denver, CO 80202 (303) 894-7550 1-(800)-930-3745
P/C SAO Contact:	Cindy Hathaway Mitchell Bronson Financial/Credit Director, Corporate Affairs Colorado Division of Insurance (303) 894- 7499 2192 DORA_INS_CorporateAffairs@state.co.us mitchell.bronson@state.co.us
Captives* SAO Contact:	Cindy Hathaway Financial/Credit Director, Corporate Affairs (303) 894- 7499 836 DORA_INS_CorporateAffairs@state.co.us cindy.hathaway@state.co.us

Website Information

State Website:	https://doi.colorado.gov/
Related Website:	https://doi.colorado.gov/insurance-statutes-regulations-bulletins
Statutes (Stat):	Insurance Code, Title 10
Regulations (Reg):	Code of Colorado Regulations Department of Regulatory Agencies, Division of Insurance
Annual Statement Checklists:	Annual Statement Filing Requirements

*Please refer to page A-5 for additional discussion of captives.

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State - Colorado

Admitted P/C Insurer

Opinion required, non-domestic company filing opinion with NAIC is exempt from filing opinion with CO division of insurance	Reg 3-1-3 § 5
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Reg 3-1-3 § 5
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	Reg 3-1-3 § 4(B) and 5
Affiliation Company employee: permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must notify Comm’r within 5 days and provide separate letter within next 10 days concerning disagreements	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg 3-1-3 § 5
Insurers must follow NAIC AnnStat Instructions	Reg 3-1-10 § 4(A)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts Insurer must meet standards of AnnStat Instructions	Reg 3-1-3 § 5
Amount - domestic companies Must reflect best estimate of obligations, using reasonable assumptions and appropriate actuarial methods and verified by the opining actuary; if less than actuary’s best estimate, must submit actuarial report within 30 days	Reg 3-1-3 § 6(A)
Scope - domestic companies All company balance sheet amounts that are established through actuarial principles	Reg 3-1-3 § 6(B)

State - Colorado

Admitted P/C Insurer, continued

Discounting - domestic companies Reserves may not be discounted, with the exception of reserves established for losses with fixed and determinable future payments; interest rate may not exceed the lesser of: 1) the company's rate of return on statutory invested assets, or 2) the 20-year duration valuation rate determined pursuant to 10-7-309.5; rate available upon request from Actuarial Section of the Colorado Division of Insurance	Reg 3-1-3 § 6(D)
Discounting Tabular Permitted for losses with fixed and determinable future payments	Reg 3-1-3 § 6(D)
Subrogation and Salvage Permitted if reduction based upon the company's past experience and current and reasonably anticipated activities. Reduction must be evaluated, analyzed, and opined upon by the actuary. Must include expenses.	Reg 3-1-3 § 6(E)
Reinsurance - domestic companies: Opinion may reflect reinsurance if the reinsurance agreements comply with Reg 3-3-3 and Reg 3-3-5	Reg 3-1-3 § 6(C)
AOS Required	
Confidentiality or Other Information	Reg 3-1-3 § 6(A)
AOS Contact	Cindy Hathaway Mitchell Bronson

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in prior AnnStat), unless the producer and insurer work exclusively with each other	Stat 10-4-1202 (4)
Filing deadline: April 1	Stat 10-4-1202 (4)
Qualified Actuary is both: <ul style="list-style-type: none"> qualified as for Property & Casualty insurer, and independent of the ins. company and producer 	Stat 10-4-1202 (4)
Scope of Opinion Loss reserves including IBNR; business placed by producer	Stat 10-4-1202 (4)

State - Colorado

Managing General Agent

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 10-2-1002 (2) ($GWP \geq 5$ percent PHS last AnnStat)	Stat 10-2-1005 (2)
Filing deadline: Due date for the AnnStat	Reg 3-1-3 § 5
Scope of Opinion Loss reserves; business produced by MGA	Stat 10-2-1005 (2)

Reinsurance Intermediary-Manager

Opinion required annually if RM sets reserves	Stat 10-2-909 (3)
Filing deadline: Due date for the AnnStat	Reg 3-1-3 § 5
Scope of Opinion Loss reserves; business produced by RM	Stat 10-2-909 (3)

Public Entity SI Pool

Report required	Reg 2-2-1 § 12(D)
Filing deadline: Within 7 mos. of the end of the fiscal year	Reg 2-2-1 § 12(C) Reg 2-2-1 § 12(D)(3)
Scope of Opinion Loss reserves (must be sufficient to maintain minimum statutory surplus), loss funding methodology, and adequacy of pool's reserves. Report shall describe loss funding levels, pure risk rate	Reg 2-2-1 § 12(D)
Discounting <ul style="list-style-type: none"> Permitted for lines that have an expected payout period extending beyond 3 years with no more than 75 percent of the expected payout within the first 2 years, or fixed or certain payment dates. Requires approval and requires limitation on interest rate. Also, undiscounted reserves must be at 95 percent confidence level. 	Reg 2-2-1 § 13

Group WC SI pool

Study required annually	Reg 2-2-2 § 14(E)
Filing deadline: August 1	Reg 2-2-2 § 14(D) & (E)(3)
Scope of Opinion Rates, funding, and loss reserves (funding levels must be sufficient to pay obligations and maintain statutory surplus)	Reg 2-2-2 § 14(E)

State - Colorado

Captive Insurer

Opinion and report required	Reg 3-1-3 § 5 Reg 2-3-1 § 4(B)
Filing deadline: 60 days after fiscal year-end; opinion report due 90 days after fiscal year-end	Reg 2-3-1 § 4(B)
Discounting <ul style="list-style-type: none">• Must have authorization from Comm'r; permitted only for specific types of claims authorized in the Statement of Statutory Accounting Principles.• Undiscounted reserves must be at 95 percent confidence level.	Reg 2-3-1 § 9

Authorized Surplus Lines Carrier

Opinion required	Reg 3-1-3 § 5
Filing deadline: Due date for the AnnStat	Reg 3-1-3 § 5

Foreign Risk Retention Group (RRG)

Opinion required	Reg 3-1-3 § 5 Reg 2-1-8 § 6
Filing deadline: Due date for the AnnStat	Reg 3-1-3 § 5

Authorized Non-Admitted Reinsurer

Opinion required	Reg 3-1-3 § 5
Filing deadline: Due date for the AnnStat	Reg 3-1-3 § 5

State - Colorado

Title Insurer

Opinion required	Reg 3-1-3 § 5
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Reg 3-1-3 § 5
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	Reg 3-1-3 § 4(B) and 5
Affiliation Company employee: permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must notify Comm’r within 5 days and provide separate letter within next 10 days concerning disagreements	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Reg 3-1-3 § 5
Insurers must follow NAIC AnnStat Instructions	Reg 3-1-10 § 4(A)
Statutory premium reserve: Initially, sum of (1) unearned premium reserve on July 1, 1969 (2) \$1 per policy and 15 cents per \$1,000 net retained liability on risks written after June 30, 1969; released on and before Dec. 31, 2000, 10 percent per year, first five years and 3.33 percent per year thereafter; (for reinsurer) if substantially entire liability is reinsured, unearned premium reserve cannot be less than two-thirds of reserve required for ceding company; on and after Jan. 1, 2001, in accordance with nationally recognized insurance statutory accounting principles	Stat 10-11-110
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title Stat 10-11-111

SAO Exemptions

Filing deadline <ul style="list-style-type: none"> May request exemption or extension up to 15 days prior to opinion filing deadline Public entity SI pool may request waiver (Comm’r may require letter from qualified actuary justifying waiver) 	Reg 3-1-3 § 7 Reg 2-2-1 § 12(D)(4)
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State - Connecticut

Contact Information

Interim Commissioner:	Josh Hershman Andrew N. Mais	
Regulatory Agency:	Connecticut Insurance Department 153 Market Street, 7 th Floor Hartford, CT 06103 (860) 297-3800	
Mailing Addresses:	<u>Overnight Mail</u>	<u>Standard Mail</u>
	153 Market Street, 7 th Floor Hartford, CT 06103	P.O. Box 816 Hartford, CT 06142-0816
P/C SAO Contact:	Wanchin W. Chou Chief Insurance Actuary and Assistant Deputy Commissioner (860) 297-3943 Wanchin.Chou@ct.gov	
Captives* SAO Contact:	Fenhua Liu Assistant Deputy Commissioner & Director, Captive Insurance Division (860) 297-3935 Fenhua.Liu@ct.gov	

Website Information

Related Website:	https://portal.ct.gov/cid
Statutes (Stat):	Connecticut State Insurance Statutes - Title 38a
Regulations (Reg):	Connecticut Insurance Department Regulations
Bulletins (FS):	Connecticut Bulletins
Annual Statement Checklists:	Annual Statement Filing Requirements

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State - Connecticut

Admitted P/C Insurer

Opinion required	Stat 38a-53(a), (f) Reg 38a-53-2(a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 38a-53(a) FS-4-243 (will be replaced with FS-4-254; check website)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing approved by Casualty Practice Council, or SOA member in good standing 	Stat 38a-53(a)(1) in accordance with NAIC AnnStat SAO Instructions; Reg 38a-53-1(a)
Affiliation Company employee permitted; however, Comm'r may require opinion by independent qualified actuary or qualified reserve specialist who is not an employee of the company	Reg 38a-53-2(a)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	Reg 38a-53-2(a)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements CT expects the insurer to provide the Insurance Comm'r both the notification of the change in Actuary (Reg 38a-53-2(a)) and the responsive letter from the former actuary per the NAIC SAO Instructions 	NAIC SAO Instr (1) Stat 38a-53(a)(1) in accordance with NAIC AnnStat SAO Instructions
Insurers must follow NAIC SAO Instructions	Reg 38a-53-2(b) ; FS-4-243 (will be replaced with FS-4-254; check website)
Insurers must follow NAIC AnnStat Instructions	Stat 38a-53(a) ; FS-4-243 (will be replaced with FS-4-254; check website)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)

State - Connecticut

Admitted P/C Insurer (continued)

Reserve amounts: <ul style="list-style-type: none"> insurer must maintain reserves equal to liability under all policy contracts financial guaranty – Loss and LAE reserves must be maintained. Report from independent actuarial firm required in limited circumstances 	Stat 38a-76(a) Stat 38a-92d(a), (c)
Discounting-Tabular only No discounting; except for fixed and reasonably determined payments, such as WC tabular indemnity reserves and long-term disability losses only as described in SSAP 55-10 and SSAP 65-10	Per NAIC Acctg Prac & Proc Manual
Subrogation and Salvage Financial guaranty – No deduction unless: <ul style="list-style-type: none"> salvage under control of insurer and qualifies as admitted asset, or salvage secured by irrevocable letter of credit approved by Comm'r 	Stat 38a-92d(b)
AOS Required	Reg 38a-53-2(b)(1)
Confidentiality or Other Information	Stat 38a-53(f) Reg 38a-53-3
AOS Contact	Wanchin Chou

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement of the prior year), unless the producer and insurer work exclusively with each other	Stat 38a-91b(a) Stat 38a-91b(d)(1)
Filing deadline: April 1	Stat 38a-91b(d)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> independent casualty actuary, or other independent loss reserve specialist acceptable to Comm'r 	Stat 38a-91b(d)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 38a-91b(d)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 38a-90a (GWP ≥ 5 percent PHS last AnnStat)	Stat 38a-90d(b)
Filing deadline: No provision	

State - Connecticut

Managing General Agent (MGA), continued

Qualified Actuary: Academy member in good standing	Stat 38a-90a(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 38a-90d(b)

Extended Warranty Provider

Certification required annually if reserves exceed one-half provider's audited net worth	Stat 42-260d(1)
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Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 38a-760a) sets reserves	Stat 38a-760h(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 38a-760a(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 38a-760h(c)

Risk Retention Group (RRG)

Opinion required	Foreign: Stat 38a-253(a) ; Domestic: Stat 38a-251 ; FS-4RR-243 (will be replaced with FS-4RR-254; check website)
Filing deadline: March 1	Foreign: Stat 38a-253(b) ; Domestic: Stat 38a-251 ; FS-4RR-243 (will be replaced with FS-4RR-254; check website)
Qualified Actuary: Foreign – Either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist Domestic – Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing approved by Casualty Practice Council 	Stat 38a-253(a) Stat 38a-53(a)(1) in accordance with NAIC AnnStat SAO Instructions; Reg 38a-53-1(a)

State - Connecticut

Risk Retention Group (RRG), continued

Scope of Opinion: Loss and LAE reserves	Foreign: Stat 38a-253(a) Domestic: Stat 38a-53 ; FS-4RR-243 (will be replaced with FS-4RR-254; check website)
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Captive Insurer

Opinion required	Stat 38a-91gg ; FS-4C-243 (will be replaced with FS-4C-254; check website)
Filing deadline: March 1 or March 15 depending on type	Stat 38a-91gg ; FS-4C-243 (will be replaced with FS-4C-254; check website)
Qualified Actuary: Either Academy member, or qualified loss reserve specialist	FS-4C-243 (will be replaced with FS-4C-254; check website)
Scope of Opinion: Loss and LAE reserves	FS-4C-243 (will be replaced with FS-4C-254; check website)

Title Insurer

Opinion required	Stat 38a-53(a), (f) Reg 38a-53-2(a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 38a-53(a)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing approved by Casualty Practice Council, or SOA member in good standing 	Stat 38a-53(a)(1) in accordance with NAIC AnnStat SAO Instructions; Reg 38a-53-1(a)
Affiliation Company employee permitted; however, Comm'r may require opinion by independent qualified actuary or qualified reserve specialist who is not an employee of the company	Reg 38a-53-2(a)

State - Connecticut

Title Insurer, continued

<p>Appointment</p> <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	Reg 38a-53-2(a)
<p>Change of Actuary</p> <p>Company must:</p> <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements • CT expects the insurer to provide the Insurance Comm'r both the notification of the change in Actuary (Reg 38a-53-2(a)) and the responsive letter from the former actuary per the NAIC SAO Instructions 	<p>NAIC SAO Instr (1) Title</p> <p>Stat 38a-53(a)(1) in accordance with NAIC AnnStat SAO Instructions</p>
Insurers must follow NAIC SAO Instructions	Reg 38a-53-2(b) ; FS-4-243 (will be replaced with FS-4-254; check website)
Insurers must follow NAIC AnnStat Instructions	Stat 38a-53(a) ; FS-4-243 (will be replaced with FS-4-254; check website)
Scope of Opinion: Loss and loss expense reserves	Stat 38a-410
<p>Statutory unearned premium reserve:</p> <p>Domestic - Initially, sum of</p> <ul style="list-style-type: none"> • unearned premium reserve on 10/1/90 and • 15 cents per \$1,000 net retained liability on risks written after 10/1/90; released 10 percent per year for first five years, and 3.33 percent per year thereafter <p>Foreign – No lower than amount required of domestics</p>	Stat 38a-408

SAO Exemptions

<ul style="list-style-type: none"> • Small companies: <ul style="list-style-type: none"> ▪ less than \$1 million D&A WP or ▪ less than 1,000 policyholders • Under rehabilitation or liquidation • nature of business - submit to domiciliary Comm'r (property only) • Financial hardship – if cost of SAO exceeds the lesser of: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption by December 1 	Reg 38a-53-4(a)
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State - Delaware

Contact Information

Commissioner:	Trinidad Navarro
Regulatory Agency:	State of Delaware Delaware Department of Insurance 1351 West North Street, Suite 101 Dover, DE 19904 (302) 674-7300
P/C SAO Contact:	Nicole Brittingham Director-Company Regulation (302) 674-7335 nicole.brittingham@delaware.gov
Captives* SAO Contact:	Stephen Taylor, Director Bureau of Captive & Financial Insurance Products (302) 577-5280 stephen.taylor@delaware.gov

Website Information

Related Website:	https://insurance.delaware.gov/
Statutes (Stat):	Delaware Statutes, Title 18
Regulations (Reg):	Delaware Regulations, Regulation 302
Annual Statement Checklists:	Domestic and Foreign Annual Statement Checklists

*Please refer to page A-5 for additional discussion of captives.

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State - Delaware

Admitted P/C Insurer

Opinion required	Stat 526(e) , Stat 1132(b)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 526(a) , (e)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Affiliation Company employee: Permitted, except as noted in "Qualifications"	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 526(a) , Stat 1132(b)
Insurers must follow NAIC AnnStat Instructions	Stat 526(a) , Stat 1132(b)
Reserve amounts: Insurer must maintain necessary loss and LAE reserves	Stat 1103(2)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Stat 1132(c) , (d)
Confidentiality or Other Information	Stat 321(g) , Stat 1133(b)(1)
AOS Contact	Nicole Brittingham

State - Delaware

Producer-controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 1652(a), (d)(1)
Filing deadline: April 1	Stat 1652(d)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 1652(d)(1)
Scope of opinion: Loss reserves including IBNR, business placed by producer	Stat 1652(d)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 1802(3) (GWP ≥ 5 percent PHS last AnnStat)	Stat 1805(b)
Filing deadline: March 1	Stat 526(e)
Qualified Actuary: Academy member in good standing	Stat 1802(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 1805(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 1602(h)) sets reserves	Stat 1609(c)
Filing deadline: March 1	Stat 526(e)
Qualified Actuary: Academy member in good standing	Stat 1602(a)
Scope of Opinion: Loss reserves; business produced by RM	Stat 1609(c)

State - Delaware

Workers' Compensation Self-Insurance Groups

Opinion required	Stat 411(b)
Filing deadline: On or before the last day of the sixth month following the end of the group's fiscal year	Stat 411(a)
Qualified actuary is either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist 	Stat 411(b)
Scope of Opinion: Loss and loss expense reserves including IBNR	Stat 411(b) , Stat 418(b)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 8004(2)a
Filing deadline: March 1	Stat 526(e)
Qualified Actuary either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist 	Stat 8004(2)a
Scope of Opinion: Loss and LAE reserves	Stat 8004(2)a

Captive Insurer

Opinion required	Stat 1132(b) Reg 302 § 8.1
Filing deadline: April 15, or if filing on a fiscal year basis, within 60 days of fiscal year-end	Reg 302 § 2.1, § 2.2
Qualified actuary must be approved by Comm'r and be either: <ul style="list-style-type: none"> FCAS, or Fellow of the Society of Actuaries, or Academy member in good standing, or A member of any other member organization of the International Actuarial Association, or an individual who has demonstrated competence in loss reserve evaluation to Comm'r 	Reg 302 § 8.2
Scope of Opinion: Loss and LAE reserves	Reg 302 § 8.1

State - Delaware

Special Purpose Financial Captive (SPFC)

Opinion required	Stat 6960(a)
Qualified Actuary: Approved independent actuary	Stat 6960(a)
Discounting: Reserves may be discounted in accordance with the actuarial opinion, subject to review by Commissioner	Stat 6960(b)

Title Insurer

Opinion required	Stat 526(e) , Stat 1132(b)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 526(e)
Actuary Qualifications Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee: Permitted, except as noted in "Qualifications"	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must notify Comm'r within 5 days Provide separate letter within 10 days concerning disagreements	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 526(a) , Stat 1132(b)
Insurers must follow NAIC AnnStat Instructions	Stat 526(a) , Stat 1132(b)
Reserve amounts: Insurer must maintain necessary loss and LAE reserves	Stat 1103(2)
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Unearned premium reserves: See statute	Stat 1109

State - Delaware

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – District of Columbia

Contact Information

Commissioner:	Karima M. Woods
Regulatory Agency:	D.C. Department of Insurance, Securities and Banking 1050 First Street, N.E. Suite 801 Washington, DC 20002 (202) 727-8000
P/C SAO Contact:	Samuel Merlo Financial Examiner and Analyst (202) 442-7833 sam.merlo@dc.gov
Captives* SAO Contact:	Sean O'Donnell Director of Financial Examination and Acting Associate Commissioner Risk Finance Bureau (202) 442-8153 sean.odonnell@dc.gov

Website Information

Related Website:	http://www.disb.dc.gov
Code:	District of Columbia Code, Title 31
Regulations (Reg):	District of Columbia Municipal Regulations, Title 26
Bulletins:	Bulletin November 21, 2017
Annual Statement Checklist:	Filing Compliance Checklists

*Please refer to page A-5 for additional discussion of captives.

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State – District of Columbia

Admitted P/C Insurer

Opinion required	Code 31-1901 Code 31-2502.26a
Original Signature (Handwritten on Paper) Required for SAO	Yes
Filing deadline: March 1	Code 31-1901(a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must notify Comm’r within 5 days and provide spate letter within next 10 days concerning disagreements	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Code 31-1901 Code 31-2502.26a
Insurers must follow NAIC AnnStat Instructions	Code 31-1901 Code 31-2502.26a
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Code 31-2502.26a(b)
Confidentiality or Other Information	Code 31-2502.26b
AOS Contact	Samuel Merlo

State – District of Columbia

Producer-Controlled Insurer

Loss reserves; opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rept'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Code 31-403(a)
Filing deadline: April 1	Code 31-406(a)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • independent loss reserve specialist acceptable to the Mayor 	Code 31-406(a)
Scope of Opinion: Loss reserves, including IBNR, business placed by producer	Code 31-406(a)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Code 31-1501(4) (GWP ≥ 5 percent PHS last AnnStat)	Code 31-1504(b)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Code 31-1501(1)
Scope of Opinion: Loss reserves; business produced by MGA	Code 31-1504(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Code 31-1801(9)) sets reserves	Code 31-1808(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Code 31-1801(1)
Scope of Opinion: Loss reserves; business produced by RM	Code 31-1808(c)

Risk Retention Group

Opinion required	Code 31-3931.13(c) Code 31-2502.26a
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State – District of Columbia

Foreign Risk Retention Group (RRG)

Opinion required (defined in Code 31-4101(12))	Code 31-4103(2)(A)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist 	Code 31-4103(2)(A)
Scope of Opinion: Loss and LAE reserves	Code 31-4103(2)

Captive Insurer

Opinion required	Reg 26-3702.8
Filing deadline: Non-RRG - June 30 Domestic RRG - June 1	Reg 26-3702.1 Reg 26-3702.1 Bulletin November 21, 2017
Qualified Actuary: Shall be approved by the Commissioner and shall be a Fellow of the Casualty Actuarial Society, a member in good standing of the American Academy of Actuaries, or an individual who has demonstrated his competence in loss reserve evaluation to the Commissioner.	Reg 26-3702.8
NAIC Non-RRGs: May follow NAIC Ann Stat Instructions, but not required to do so Domestic RRGs: Required to file GAAP (SAP may be permitted)	Bulletin November 21, 2017
NAIC AnnStat Non-RRGs - May follow NAIC Ann Stat Instructions, but not required to do so. Actuary must state opinion and sign such opinion Domestic RRGs: Required to file GAAP (SAP may be permitted)	Bulletin November 21, 2017
Scope of Opinion: Loss and loss expense reserves	Reg 26-3702.8

State – District of Columbia

Special Purpose Financial Captive

Opinion required	Code 31-3932.13(b)
Filing deadline: June 30	Reg 26-3702.1
Qualified Actuary: Approved independent actuary	Code 31-3932.13(b)
Discounting Reserves may be discounted at approved discount rates	Code 31-3932.13(a)

Title Insurer

Opinion Required	Code 31-1901 Code 31-5031.08(e)
Original Signature (Handwritten on Paper) Required for SAO	Yes
Filing deadline: March 1	Code 31-1901(a)
Actuary Qualifications Academy member in good standing	Code 31-5031.08(e)
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must notify Comm’r within 5 days and provide spate letter within next 10 days concerning disagreements	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Code 31-1901 , Code 31-2502.26a
Insurers must follow NAIC AnnStat Instructions	Code 31-1901 , Code 31-2502.26a
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State – District of Columbia

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds the lesser of:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Florida

Contact Information

Commissioner: Michael Yaworsky

Regulatory Agency: State of Florida
Office of Insurance Regulation
200 East Gaines Street
Tallahassee, FL 32399-030529

P/C & Captives* SAO Contact: Jane Nelson
Director, Bureau of Property & Casualty Financial Oversight
(850) 413-3825
jane.nelson@flor.com

Website Information

Related Website: www.flor.com

Statutes (Stat): [Insurance Code, Title XXXVII,
Chapters 624, Part III;
625, Part I; 627, Part XIX; and 628, Part V](#)

Regulations (Reg): [Florida Admin Code, Chapter 690](#)

Annual Statement Checklists: [Financial Statement Instructions](#)

*Please refer to page A-5 for additional discussion of captives.

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State - Florida

Admitted P/C Insurer

Opinion required	Stat 624.424(1)(b)1
Original Signature (Handwritten on Paper) Required for SAO	No, a signed, scanned SAO is acceptable
Filing deadline: March 1	Stat 624.424(1)(a)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	Reg 69O-170.031 (1)
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 624.424(1)(b)
Insurers must follow NAIC AnnStat Instructions	Stat 624.424(1)(a)
Reserve Amounts: The amount, estimated consistent with the provisions of this code, necessary to pay all of the insurer’s unpaid losses and claims incurred on or prior to the date of statement, whether reported or unreported, together with the expenses of adjustment or settlement thereof.	Stat 625.041(1)
Scope of Opinion: Loss and LAE reserves	Reg 69O-170.031 (1) Reg 69O 170.031 (3) NAIC SAO Instr (4)
Minimum Reserves Liab policies – For claims under liab policies, reserves for rep’d claims shall not be less than \$1,000 per outstanding liab suit	Stat 625.091(1)

State - Florida

Admitted P/C insurer, continued

Credit for Reinsurance: Credit may be taken for reserves on risks ceded, if assuming company meets certain requirements	Stat 624.610 Reg 690-144.005 Reg 690-144.007 Stat 628.9142
Discounting Not allowed without special permission except for tabular WC loss reserves	Reg 690-170.030
Tabular Only WC tabular loss reserves; interest rate used to calculate the discount may be no more than 4 percent	Stat 625.091(2)(a) Reg 690-170.030
Special Disability Trust Fund (SDTF) An insurer may only take accounting credit for anticipated recoveries from the SDTF for each proof of claim that the fund has reviewed, determined to be a valid claim, so notified the carrier, and extended a payment offer; or a reimbursement request audited and approved for payment or paid by the fund.	Stat 625.091(4)
Reconciliation Explain any material differences between the source data and Sched P; provide documentation in actuarial report	NAIC SAO Instr (4), (7)
AOS Required: Yes	Stat 624.424(1)(b)2 The Florida Office of Insurance Regulation (Office) is requiring domestic and commercially domiciled companies to file a copy of the Actuarial Opinion Summary.
Confidentiality and Trade Secret Must specifically mark all documents to be kept confidential pursuant to first law reference. Possible trade secret for several items according to second law reference	Stat 624.4212 Should you wish the Office to keep the document confidential under Trade Secret protection, you must comply with Section 624.4213.
AOS Contact	Jane Nelson (850) 413-3825

State - Florida

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in prior years' AnnStat), unless the producer and insurer work exclusively with each other	Stat 626.7491(4) Stat 626.7491(7)(a)
Filing deadline: April 1	Stat 626.7491(7)(a)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 626.7491(7)(a)
Scope of Opinion: Loss reserves including IBNR, loss ratio; business placed by producer	Stat 626.7491(7)(a)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves	Stat 626.7454(2)
Filing deadline: No provision	
Scope of Opinion: Loss reserves, including IBNR; business produced by MGA	Stat 626.7454(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 626.7492(2)(g)) sets reserves	Stat 626.7492(9)(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 626.7492(2)(a)
Scope of Opinion: Loss reserves; business produced by RM	Stat 626.7492(9)(c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 627.944(2)(a)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per department, or • Academy member 	Stat 627.944(2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 627.944(2)(a)

State - Florida

Self-Insured Funds

<p>Report required:</p> <p>Including adequacy of premiums or contributions in paying claims and changes needed to achieve adequacy; a plan to amortize any unfunded liabilities and a description of actions taken to reduce unfunded liabilities; description and explanation of actuarial assumptions; schedule showing amortization of unfunded liabilities; comparative review illustrating level of funds available to commercial fund from rates, investment income, and other sources realized over the period covered by the report indicating the assumptions used; projection of following year's plan of operation; and statement by actuary that report is complete and accurate</p> <p>Under WC Act:</p> <ul style="list-style-type: none"> • Fund must file actuarial report, including evaluation of loss development and estimate of loss reserves, including allocated and unallocated LAE and IBNR reserves. • If fund's excess insurance program will not meet specified minimum standards, a report analyzing the range of possible losses the fund could experience, and the chance of fund failure/success, must be submitted 90 days before the fund year/program commences. Other requirements detailed in Reg 69O-190.061. 	<p>Stat 624.470(2)(b)</p> <p>Reg 69O-190.059(5)</p> <p>Reg 69O-190.061</p>
Filing deadline for SI funds: 6 months after fiscal year-end	<p>Stat 624.470(2)</p> <p>Reg 69O-188.023</p>
Qualified Actuary: Academy member	Stat 624.470(2)(b)
May include asset for future investment income on loss, LAE, and excess of statutory over statement reserves, only if did for statement prior to Jan. 1, 1998. Use 3-year treasury note yield as of date of financial statement	<p>Stat 624.470(1)</p> <p>Reg 69O-188.023(2)</p>

State - Florida

Captive Insurer

Opinion required	Stat 624.424(1)(b) Stat 624.424(12) Stat 628.909
Filing deadline: March 1, or insurer may request 60 days after fiscal year-end	Stat 628.911
Qualified Actuary is either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing approved by Casualty Practice Council 	Reg 69O-170.031(1)
Credit for Reinsurance: Credit may be taken for reserves on risks ceded, if assuming company meets certain requirements	Stat 628.9142

Captive Reinsurer

Opinion required	Stat 624.424(12) Stat 628.912(2)
Filing deadline: March 1, or insurer may request 60 days after fiscal year-end	Stat 628.911
Qualified Actuary is an independent actuary who is not an employee of: <ul style="list-style-type: none"> Company filing the SAO affiliate of the Company filing the SAO 	Stat 628.912(2)
Loss and LAE reserves may be discounted at treasury rates	Stat 628.912(1)
Credit for Reinsurance: Credit may be taken for reserves on risks ceded, if assuming company meets certain requirements	Stat 628.9142

State - Florida

Title Insurer

Opinion required	Stat 625.111(1)(d)
Original Signature (Handwritten on Paper) Required for SAO	No, a signed, scanned SAO is acceptable
Filing deadline: March 1	Stat 624.424(1)(a)
Actuary Qualifications either <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council, or • approved by Comm'r (insurer must request 90 days prior to filing) 	NAIC SAO Instr (1A) Title Stat 625.111(6)
Affiliation Company employee: Permitted, except as noted in "Qualifications"	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 625.111(1)(d)
Insurers must follow NAIC AnnStat Instructions	Stat 624.424(1)(a)
Reserve Amounts: <ul style="list-style-type: none"> • The amount, estimated in accordance with this code, necessary to pay all of its known unpaid losses and claims incurred on or before the date of statement, whether reported or unreported, together with the expenses of adjustment or settlement thereof. This requirement is in addition to the reserves required under Stat 625.111 • Stat 625.111 sets out the requirements for the unearned premium reserve: The sums to be reserved for unearned premiums on title guarantees and policies shall be considered and constitute unearned portions of the original premiums and shall be charged as a reserve liability of the insurer in determining its financial condition. 	Stat 625.041(2)
Scope of Opinion: Loss and loss expense reserves	Stat 625.111 (d) NAIC SAO Instr (4) Title

State - Florida

Title Insurer, continued

<p>Statutory premium reserve:</p> <p>If the amount of the reserve stated in the opinion and displayed in Schedule P of the annual statement for that reporting date is greater than the sum of the known claims reserve and unearned premium reserve as calculated under this section, as of the same reporting date and including any previous actuarial provisions added at earlier dates, the insurer shall add to the insurer's unearned premium reserve an actuarial amount equal to the reserve shown in the actuarial opinion, minus the known claim reserve and the unearned premium reserve, as of the current reporting date and calculated in accordance with this section, but not calculated as of any date before December 31, 1999.</p>	<p>Stat 625.111(1)(d)</p>
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SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	<p>NAIC SAO Instr (1B)</p>
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State - Georgia

Contact Information

Commissioner:	John F. King
Regulatory Agency:	Office of Insurance and Safety Fire Commission State of Georgia Two Martin Luther King, Jr. Drive West Tower, Suite 702 Atlanta, GA 30334 (404) 656-2070
P/C SAO Contact:	Scott Sanders Director (404) 657-7742 ssanders@oci.ga.gov
Title SAO Contact:	Melanie Frechette Director of Licensing and Business Services (404) 657-1168 mfrechette@oci.ga.gov
Captives* Contact:	Scott Sanders A. Bindu Liang Director Attorney, Manager of Captives Insurance Entities (404) 657-7742 (404) 757-8474 aliang ssanders@oci.ga.gov

Website Information

Related Website:	https://oci.georgia.gov/
Statutes (Stat):	Insurance Laws, Title 33 and 34
Regulations (Reg):	Insurance Regulations, Chapter 120
Annual Statement Checklists:	Renew a Company License Office of the Commissioner of Insurance and Safety Fire Obtain through Company Portal

*Please refer to page A-5 for additional discussion of captives.

State - Georgia

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Admitted P/C Insurer

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Managing General Agent

Reinsurance Intermediary-Manager

Captive Insurer

Non-Resident Risk Retention Group

Group WC Self-Insurer

Title Insurer

SAO Exemptions

State - Georgia

Admitted P/C Insurer

Opinion required	Stat 33-3-21.3 (b) (1)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 33-3-21.3 (b) (1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	
Insurers must follow NAIC AnnStat Instructions	
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts: Insurer must maintain adequate loss reserves	Stat 33-10-12
For companies that did not file SAO with last AnnStat, if Comm'r deems reserves to be outside "standard" range, an independent (not a company employee, principal, director, or indirect owner) actuary must opine on adequacy	Stat 33-3-21.2 (b)
AOS Required	Stat 33-62-2
Confidentiality or Other Information	Stat 33-62-3
AOS Contact	Scott Sanders

State - Georgia

Producer-Controlled Insurer

Opinion required	Stat 33-48-3 (a) (4)
Filing deadline: April 1	Stat 33-48-3 (a) (4)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 33-48-3 (a) (4)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 33-48-3 (a) (4)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 33-47-2 (3) ($GWP \geq 5$ percent PHS last AnnStat)	Stat 33-47-5 (b)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 33-47-2 (1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 33-47-5 (b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 33-49-2 (8)) sets reserves	Stat 33-49-9 (c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 33-49-2 (1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 33-49-9 (c)

Captive Insurer

Opinion required	Stat 33-3-21.3 (b) (1) Stat 33-41-15 Reg 120-2-45-.09 (6) (e)
Filing deadline: June 30	Reg 120-2-45-.09
Actuary: <ul style="list-style-type: none"> • shall apply for approval by Commissioner • FCAS and member in good standing of AAA, or • individual who has demonstrated competence in loss reserve evaluation to the Commissioner 	Reg 120-2-45-.09 (6) (e)
Scope of Opinion: Loss and loss expense reserves	Reg 120-2-45-.09 (6) (e)

State - Georgia

Non-Resident Risk Retention Group (RRG)

Opinion required	Stat 33-40-4 (c) (1)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified by Comm'r, or • Academy member 	Stat 33-40-4 (c) (1)
Scope of Opinion: Loss and LAE reserves	Stat 33-40-4 (c) (1)

Group WC Self-Insurer

Opinion required	Reg 120-2-34-.20 (2)
Filing deadline: March 1	Reg 120-2-34-.13 (1)
Scope of Opinion: Loss and loss expense reserves, including IBNR	Stat 34-9-163 (b) Reg 120-2-34-.20(2)
Minimum Reserves: Aggregate excess insurance retention or, with Comm'r approval, greater of (1) amount established by independent actuary in accordance with actuarial standards, or (2) 45 percent of earned premium written in 3 prior years, less payments	Stat 34-9-163 (b)

State - Georgia

Title Insurer

Opinion required	Stat 33-3-21.3 (b) (1)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 33-3-21.3 (b) (1)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	
Insurers must follow NAIC AnnStat Instructions	
Reserve Amounts: Insurer must maintain adequate loss reserves	Stat 33-10-12
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory Premium Reserve: Initially, 10 percent of calendar year written premium; released 5 percent per year, each of next 20 years	Stat 33-10-10

SAO Exemptions

<ul style="list-style-type: none"> Small companies: <ul style="list-style-type: none"> less than \$1 million D&A WP, and less than \$1 million total D&A loss and LAE reserves at year-end Under supervision or conservatorship Nature of business - submit to domiciliary Comm'r Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> 1 percent capital & surplus, or 3 percent D&A WP File for exemption by December 1 	NAIC SAO Instr (1B)
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State - Hawaii

Contact Information

Commissioner:	Scott Saiki Gordon Ito
Regulatory Agency:	Dept. of Commerce & Consumer Affairs Insurance Division P.O. Box 3614 Honolulu, HI 96811 (808) 586-2790
P/C SAO Contact:	Lance Hirano John Pang Insurance Examination Manager Examiner (808) 586- 3870 7379 insexam@dcca.hawaii.gov jpang@dcca.hawaii
Captives* SAO Contact:	Andrew Kurata Deputy Commissioner & Captive Insurance Administrator (808) 586-0981 akurata@dcca.hawaii.gov

Website Information

Related Website:	http://cca.hawaii.gov/ins/
Statutes (Stat):	Hawaii Revised Statutes
Regulations (Reg):	Hawaii Administrative Rules
Annual Statement Checklists:	Hawaii Filing Instructions Captive Annual Filings

*Please refer to page A-5 for additional discussion of captives.

State - Hawaii

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WC Self-Insured Group

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Title Insurer

SAO Exemptions

State - Hawaii

Admitted P/C Insurer

Opinion required	Stat 431:3-301 Reg 16-169-10
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 431:3-301(a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A) Stat 431:3-301 & 302
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1) Stat 431:3-301 & 302
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Stat 431:3-301 & 302
Insurers must follow NAIC SAO Instructions	Stat 431:3-301 Reg 16-169-10
Insurers must follow NAIC AnnStat Instructions	Stat 431:3-301(a) Reg 16-169-10
Reserve Amounts: Insurer must maintain adequate loss reserves	Stat 431:5-305(b)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required: Domestic – Yes Foreign – Upon request	Reg 16-169-11 Reg 16-169-12
Confidentiality or Other Information	Stat 431:2-209(e), (g) – General Stat 431:3-304:5 – Specific Reg 16-169-11
AOS Contact	Lance Hirano inexam@dcca.hawaii.gov John Pang jpang@dcca.hawaii.gov

State - Hawaii

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qrtly statement), unless the producer and insurer work exclusively with each other	Stat 431:11A-103(a) Stat 431:11A-103(d)
Filing deadline: April 1	Stat 431:11A-103(d)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist acceptable to Comm'r 	Stat 431:11A-103(d)
Scope of Opinion: Loss reserves, including IBNR; business placed by producer	Stat 431:11A-103(d)

Managing General Agent (MGA)

Opinion required annually if MGA (as defined in Stat 431:9C-101) sets reserves	Stat 431:9C-104(b)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 431:9C-101
Scope of Opinion: Loss reserves; business produced by MGA	Stat 431:9C-104(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 431:9B-101) sets reserves	Stat 431:9B-108(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 431:9B-101
Scope of Opinion: Loss reserves; business produced by RM	Stat 431:9B-108(c)

State - Hawaii

Captive Insurer

Opinion required	Stat 431:19-107(c)
Filing deadline: <ul style="list-style-type: none"> for risk retention captives: March 1 for other than risk retention captives: 6 months after fiscal year ends 	Stat 431:19-107(b)(1)(A) Stat 431:19-107
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist per NAIC For other than class 3 captive, may alternatively utilize loss reserve specialist deemed appropriate by Comm'r	Stat 431:19-107(c) Stat 431:19-107(c)
Scope of Opinion: Reserves for business underwritten	Stat 431:19-107(c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 431K-3(2)(A)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist per NAIC 	Stat 431K-3(2)(A)
Scope of Opinion: Loss and LAE reserves	Stat 431K-3(2)(A)

WC Self-Insured Group

Opinion required	Stat 386-201(a)
Filing deadline: 6 months after fiscal year ends	Stat 386-201(a)
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist per NAIC 	Stat 386-201(a)
Scope of Opinion: Known claims and LAE, IBNR and LAE	Stat 386-201(a)

Employers' Mutual

Opinion required	Stat 431:14A-112
Filing deadline: No provision	
Qualified Actuary: Member of Academy and either <ul style="list-style-type: none"> FCAS, or ACAS with at least 5 years of experience 	Stat 431:14A-102
Scope of Opinion: Claim reserves and expenses	Stat 431:14A-112

State - Hawaii

Title Insurer

Opinion required	Stat 431:3-301
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 431:3-301(a)
<p>Actuary Qualifications</p> <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	<p>NAIC SAO Instr (1A) Title Stat 431:3-301&302</p>
<p>Appointment</p> <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	<p>NAIC SAO Instr (1A) Title Stat 431:3-301&302</p>
<p>Change of Actuary</p> <p>Company must:</p> <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	<p>NAIC SAO Instr (1A) Title Stat 431:3-301&302</p>
Insurers must follow NAIC SAO Instructions	Stat 431:3-301 Reg 16-169-10
Insurers must follow NAIC AnnStat Instructions	Stat 431:3-301(a) Reg 16-169-10
Insurer must maintain adequate loss reserves	Stat 431:5-305(b)
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title Stat 431:20-116
<p>Statutory Premium Reserve</p> <p>Domestic – Initially, sum of</p> <ul style="list-style-type: none"> Unearned premium reserve on 7/1/88 released in accordance with the laws in effect before 7/1/88 20 cents per \$1,000 net retained liability on risks written after 7/1/88, released 10 percent per year, first five years and 3.33 percent per year thereafter <p>Foreign – No lower than amount required of domestics</p>	<p>Stat 431:20-114(d), (f)</p> <p>Stat 431:20-114(c)</p>

State - Hawaii

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Idaho

Contact Information

Director: Dean L. Cameron

Regulatory Agency: Department of Insurance
State of Idaho
700 West State Street, 3rd Floor
P.O. Box 83720
Boise, ID 83720-0043
(208) 334-4250

P/C SAO Contact: Eric Fletcher
Company Activities Bureau Chief / Chief Examiner
(208) 334-4230
Eric.Fletcher@doi.idaho.gov

Website Information

Related Website: www.doi.idaho.gov

Statutes (Stat): [Insurance Code, Title 41](#)

Regulations (Reg): [Idaho Administrative Code, IDAPA 18. Department of Insurance](#)

Annual Statement Checklists: [Insurers Annual Statement Checklists](#)

State - Idaho

Table of Contents

Admitted P/C Insurer

Special Cases:

Broker-Controlled Insurer

Managing General Agent

Reinsurance Intermediary-Manager

Foreign Risk Retention Group

Title Insurer

SAO Exemptions

State - Idaho

Admitted P/C Insurer

Opinion required	Stat 41-335(1)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 41-335(1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r (Director in Idaho) within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 41-335(1)
Insurers must follow NAIC AnnStat Instructions	Stat 41-335(1)
Reserve Amounts: Insurer must maintain adequate loss reserves	Stat 41-605 Stat 41-610
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	IDAPA 18.07.08.021
Confidentiality or Other Information	IDAPA 18.07.08.022 exempt from public disclosure
AOS Contact	Eric Fletcher

State - Idaho

Broker-Controlled Insurer

Opinion required if GWP placed by controlling broker is ≥ 5 percent of the controlled insurer's admitted assets (as rep'd in September qtrly statement of the prior year), unless the broker and insurer work exclusively with each other	Stat 41-1704(1)(a) Stat 41-1704(4)(a)
Filing deadline: April 1	Stat 41-1704(4)(a)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Director 	Stat 41-1704(4)(a)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 41-1704(4)(a)

Managing General Agent (MGA)

Opinion required annually if MGA establishes loss reserves and is an MGA as defined in Stat 41-1502(3) (GWP ≥ 5 percent PHS last AnnStat)	Stat 41-1505(2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 41-1502(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 41-1505(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 41-5102(6)) establishes loss reserves	Stat 41-5109(3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 41-5102(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 41-5109(3)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 41-4805(2)(a)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member or • qualified loss reserve specialist per NAIC 	Stat 41-4805(2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 41-4805(2)(a)

State - Idaho

Title Insurer

Opinion required	Stat 41-335(1)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 41-335(1)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r (Director in Idaho) within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 41-335(1)
Insurers must follow NAIC AnnStat Instructions	Stat 41-335(1)
Reserve Amounts: Insurer must maintain adequate loss reserves	Stat 41-605 Stat 41-610
Scope of Opinion: Loss and loss expense reserves Unearned Premium reserve	NAIC SAO Instr (4) Title Stat 41-611(1) Stat 41-611(2)

SAO Exemptions

<ul style="list-style-type: none"> Small companies: <ul style="list-style-type: none"> less than \$1 million D&A WP, and less than \$1 million total D&A loss and LAE reserves at year-end Under supervision or conservatorship Nature of business - submit to domiciliary Comm'r (Director in Idaho) Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> 1 percent capital & surplus, or 3 percent D&A WP File for exemption by December 1 	NAIC SAO Instr (1B)
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State - Illinois

Contact Information

Acting Director	Ann Gillespie
Regulatory Agency (P/C):	State of Illinois Department of Insurance 320 W. Washington Street Springfield, IL 62767-0001 (217) 782-4515
Regulatory Agency (Title):	Department of Financial & Professional Regulation Division of Financial Institutions Title Insurance Section Francisco Menchaca, Director 555 W. Monroe St, 5th Floor Chicago, IL 60601 (312) 814-5340
P/C SAO Contact:	Jennifer Niles, FCAS, MAAA Chief P&C Actuary (217) 782-1766 jennifer.niles2@illinois.gov
Title SAO Contact:	Francisco Menchaca Director, Division of Financial Institutions Title Insurance Section (312) 814-5340 francisco.menchaca@illinois.gov
Captives* SAO Contact:	Marcy Savage Deputy Director, Corporate Regulatory Section (217) 524-0016 marcy.savage@illinois.gov

Website Information

Related Website:	http://insurance.illinois.gov https://idfpr.illinois.gov/dfi/titleinsur/titleinsur-main.html
Statutes (Stat):	IL Compiled Statutes, Chapter 5, Chapter 215
Regulations (Reg):	IL Administrative Code, Title 50
Annual Statement Forms:	Annual Statement Forms and Instructions

*Please refer to page A-5 for additional discussion of captives.

State - Illinois

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Special Cases:

Reciprocal

Lloyds

Managing General Agent

Reinsurance Intermediary-Manager

Domestic/Foreign Risk Retention Group

Religious and Charitable Risk-Pooling Trust

Self-Insured WC pools

Captive Insurer (Pure, Association, Industrial)

Domestic Surplus Lines

Joint Insurance Pool

Title Insurer

SAO Exemptions

State - Illinois

Admitted P/C Insurer

Opinion required	Stat 215-5/136(6)
Original Signature (Handwritten on Paper) Required for SAO	No, electronic signatures are allowed Notes for Property and Casualty Filings, Note G
Filing deadline: March 1	Stat 215-5/136(1) and (6)(d)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements prior actuary must also submit letter to company concerning disagreements, which must be submitted to Comm'r with its own disagreement letter 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 215-5/136(6)
Insurers must follow NAIC AnnStat Instructions	Stat 215-5/136(6)
Reserve amounts: Insurer must maintain adequate loss reserves	Stat 215-5/378, 215-5/396
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Discounting Tabular: Allowed Non-Tabular: Not allowed without prior approval	NAIC Accounting Practices and Procedures, Statement of Statutory Accounting Principles Number 65, paragraphs 10-16
Subrogation & Salvage May take credit for anticipated salvage and subrogation	NAIC Annual Stmt. Instr. NAIC Accounting Practices and Procedures, Statement of Statutory Accounting Principles Number 55, paragraph 15
AOS Required	Stat 215-5/136(6)
Confidentiality or Other Information	Stat 215-5/136(6)
AOS Contact	Jennifer Niles

State - Illinois

Reciprocal

Opinion required	Stat 215-5/85
Reserve Amounts: Reciprocals shall maintain reserves in same manner and upon same basis as are required of stock and mutual companies doing the same kinds of business	Stat 215-5/79

Lloyds

Opinion required	Stat 215-5/107
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Managing General Agent (MGA)

Opinion required annually if MGA (as defined in Stat 5/141a) sets reserves	Stat 215-5/141a(d)(2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 215-5/141a(a)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 215-5/141a(d)(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM sets reserves	Stat 215-100/45(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 215-100/5
Scope of Opinion: Loss reserves; business produced by RM	Stat 215-100/45(c)

State - Illinois

Domestic/Foreign Risk Retention Group (RRG)

Opinion required	Stat 215-5/123B-3E Stat 215-5/123B-4B(1)
Filing deadline: March 1	Stat 215-5/123B-3E Stat 215-5/123B-4B(1)
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or Qualified loss reserve specialist under criteria of the NAIC 	Stat 215-5/123B-3E Stat 215-5/123B-4B(1)
Scope of Opinion: Loss and LAE reserves	Stat 215-5/123B-3E Stat 215-5/123B-4B(1)

Religious and Charitable Risk-Pooling Trusts

Opinion required if reserves are discounted	Stat 215-150/14 Reg 3601.75(a)(2)(D)
Filing deadline: June 1	Stat 215-150/14 Reg. 3601.70, Reg 3601.75(a)(2)(D)
“Qualified independent actuary”, defined as: <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing approved by Casualty Practice Council 	Stat 215-150/14 Reg 3601.75(a)(2)(D)(i) and (ii)
Scope of Opinion: Loss and LAE reserves	Reg 3601.75(a)(2)(D)
Discounting: May discount reserves if requirements of Reg 3601.75(a) are met or if approved by the Comm’r	Reg 3601.75(a)(2), (b)

Self-Insured WC pools

Opinion required	Stat 215-5/107a.12(d)
Filing deadline: March 1	Stat 215-5/107a.12(d)
“Independent Actuarial Opinion” means an opinion expressed by a member of the American Academy of Actuaries or Casualty Actuarial Society	Stat 215-5/107a.05 Stat 215-5/107a.12 NAIC SAO Instr (1A)
Scope of Opinion: Loss and LAE reserves	Stat 215-5/107a.12

State - Illinois

Captives (Pure, Association, Industrial)

Opinion required	Stat 215-5/123C-9B
Filing deadline: March 1 or upon Director approval, no later than the 60 th day after the date of the company's fiscal year end.	Stat 215-5/123C-9B Stat 215-5/123C-9E-5
Qualified Actuary: Either: <ol style="list-style-type: none"> 1) A member in good standing with the Casualty Actuarial Society; or 2) A member in good standing with the American Academy of Actuaries who has been approved as qualified for signing casualty loss reserve opinions by the Casualty Practice Council 	Stat 215-5/123C-10
Reserve Amounts: Every captive must maintain reserves Every captive shall maintain an unearned premium reserve on all policies in force	Stat 215-5/123C-9D Stat 215-5/123C-9E
Scope of Opinion: Every captive must maintain reserves Every captive shall maintain an unearned premium reserve on all policies in force	Stat 215-5/123C-9D Stat 215-5/123C-9E

Domestic Surplus Lines

Opinion required	Stat 215-5/445a
Filing deadline: March 1	Stat 215-5/445a

Joint Insurance Pool

Opinion required or must provide opinion from the provider of the joint pool's excess ins coverage	Stat 5-220/6
Filing deadline: 150 days after fiscal year end	Stat 5-220/6
Qualified Actuary: Independent associate or fellow of the casualty actuarial society	Stat 5-220/6

State - Illinois

Title Insurer

Opinion not required	Stat 215-5/451
Original Signature (Handwritten on Paper) Required for SAO	SAO not required
Filing deadline: Opinion not required	Stat 215-5/451 Stat 215-155/1
Qualified Actuary: Opinion not required	Stat 215-5/451 Stat 215-155/1
Insurers must follow NAIC SAO Instructions	SAO not required
Insurers must follow NAIC AnnStat Instructions	Stat 215-5/136(6)
Reserve Amounts: Insurer must maintain reserves	Stat 215-155/10
Scope of Opinion: Opinion not required	Stat 215-5/451 Stat 215-155/10
Statutory Premium Reserve Domestic – Initially, sum of <ul style="list-style-type: none"> • Unearned premium reserve on Jan. 1, 1990 released in accordance with the laws in effect before Jan. 1, 1990 • 12.5 cents per \$1,000 net retained liability on risks written after Jan. 1, 1990, released 10 percent per year, first five years and 3.33 percent per year thereafter Foreign - No lower than amount required of domestics	Stat 215-155/11(c), (e) Stat 215-155/11(b)

SAO Exemptions

<ul style="list-style-type: none"> • Small companies: <ul style="list-style-type: none"> ▪ less than \$1 million D&A WP, and ▪ less than \$1 million total D&A loss and LAE reserves at year-end • Under supervision or conservatorship • Nature of business - submit to domiciliary Comm'r • Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption by December 1 	NAIC SAO Instr (1B)
A copy of the approved exemption must be filed with the annual statement in all jurisdictions in which the company is authorized	

State - Indiana

Contact Information

Commissioner: Holly Williams Lambert

Regulatory Agency: Indiana Department of Insurance
311 West Washington Street
Suite 103
Indianapolis, IN 46204-2787
(317) 232-2390~~85~~

P/C SAO Contact: Kelsi Ash
~~P&C~~Financial Analyst Supervisor
(317) 232-5298
keash@idoi.in.gov

Website Information

Related Website: www.in.gov/idoi
[Insurance Laws, Rules, & Bulletins](#)

Statutes (Stat): [Insurance Code, Title 27](#)

Regulations (Reg): [Administrative Code](#)

Annual Statement Checklists: [Property & Casualty Insurers Annual Statement Checklist](#)
[Title Insurers Annual Statement Checklist](#)

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State - Indiana

Admitted P/C Insurer

Opinion required	Stat 27-1-20-21.3
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 27-1-20-21.3(a) Stat 27-1-20-21
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 27-1-3-13
Insurers must follow NAIC AnnStat Instructions	Stat 27-1-3-13
Reserve Amounts: Insurers must maintain adequate loss reserves Self insurers – Healthcare providers must maintain adequate loss and LAE reserves	Stat 27-1-13-8 Stat 27-1-13-8.5 Reg 760 IAC 1-21-6
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Yes
Confidentiality or Other Information	Stat 27-1-3-11 3
AOS Contact	Kelsi Ash

State - Indiana

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 27-1-35(9,10,13)
Filing deadline: April 1	Stat 27-1-35(13)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 27-1-35(13)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 27-1-35(13)

Managing General Agent (MGA)

Opinion required annually if MGA as defined in Stat 27-1-33-4 sets reserves	Stat 27-1-33-8(b)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 27-1-33-1
Scope of Opinion: Loss reserves; business produced by MGA	Stat 27-1-33-8(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM as defined in Stat 27-6-9-8 sets reserves	Stat 27-6-9-23(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 27-6-9-1
Scope of Opinion: Loss reserves; business produced by RM	Stat 27-6-9-23(c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 27-7-10-14(d)(1)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 27-7-10-14(d)(1)
Scope of Opinion: Loss and LAE reserves	Stat 27-7-10-14(d)(1)

State - Indiana

Title Insurer

Opinion required	Stat 27-1-20-21.3
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 15	Stat 27-7-3-14
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 27-1-3-13
Insurers must follow NAIC AnnStat Instructions	Stat 27-1-3-13
Insurers must maintain adequate loss reserves	Stat 27-1-13-8 Stat 27-1-13-8.5
Title Insurance reserve fund: 10 percent premiums collected during previous year, with maximum of \$50,000	Stat 27-7-3-9
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State - Indiana

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1• Farm mutual companies• Domestic mutual fire insurance companies or associations licensed as of March 8, 1935• Abstract and Title companies organized before March 8, 1935	<p>NAIC SAO Instr (1B)</p> <p>Stat 27-1-20-26</p> <p>Stat 27-1-20-27</p> <p>Stat 27-1-20-29</p>
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State - Iowa

Contact Information

Commissioner:	Doug Ommen
Regulatory Agency:	Iowa Insurance Division 1963 Bell Avenue, Suite 100 Des Moines, IA 50315 (515) 654-6600
P/C SAO Contact:	Mike Yanacheak MAAA, ASA Chief Actuary (515) 654-6535 mike.yanacheak@iid.iowa.gov
Captives* SAO Contact:	Kim Cross Deputy Commissioner for Supervision (515) 654-6490 kim.cross@iid.iowa.gov

Website Information

Related Website:	www.iid.state.ia.us/ Iowa Admin Code, Title 191
Statutes (Stat):	Insurance Code, Title XIII, Subtitle 1
Regulations (Reg):	Iowa Admin Code, Title 191, Chapter 5 , Chapter 56
Annual Statement Checklists:	Property & Casualty Insurers Annual Statement Checklist Other Annual Statement Checklists

*Please refer to page A-5 for additional discussion of captives.

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State - Iowa

Admitted P/C Insurer

Opinion required	Reg 191-5.26(2), Reg 191-5.29 Stat 515H.2
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Reg 191-5.26(2)
Actuary Qualifications <ul style="list-style-type: none"> • Meets basic education, experience, and continuing education requirements • Maintains an Accepted Actuarial Designation • Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg 191-5.26(2), Stat 515H.2
Insurers must follow NAIC AnnStat Instructions	Reg 191-5.26(2), Stat 515H.2
Insurer must maintain adequate loss and LAE reserves	No citation found
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4) Reg 191-5.29
Minimum Reserves: <ul style="list-style-type: none"> • Employers' Liability - For the first of the 3 years preceding the date of AnnStat, \$750 per outstanding suit • Workers' Compensation - For the first of the 3 years preceding the date of AnnStat, the present value at 4 percent interest of determined and estimated unpaid claims for the year 	Stat 517.1 2 Stat 517.1 4

State - Iowa

Admitted P/C insurer, continued

<p>Formula reserves for Employers' Liability – Reserves for losses and loss expenses shall be computed as follows:</p> <ul style="list-style-type: none"> For all liab suits under policies written: <ul style="list-style-type: none"> 10 or more years preceding, \$1,500 per suit 5-10 years preceding, \$1,000 per suit 3-5 years preceding, \$850 per suit For all liab policies written in last 3 years, reserves for each such year shall be 60 percent of earned premiums less all loss & loss expense payments for that year. Reserves for the first 3 years shall not be less than \$750 for each outstanding suit. 	<p>Stat 517.1 1</p> <p>Stat 517.1 2</p>
<p>Formula reserves for Workers Compensation:</p> <ul style="list-style-type: none"> For all claims under policies written 3 or more years preceding, reserves shall be the present value at 4 percent interest of determined and estimated future payments. For all claims under policies written in last 3 years, reserves for each such year shall be 65 percent of earned premium less all loss and loss expense payments. For the first 3 years, the reserves shall not be less than the present value at 4 percent interest of determined and estimated unpaid claims. 	<p>Stat 517.1 3</p> <p>Stat 517.1 4</p>
Credit for reinsurance allowed certain domestic ceding insurers	Stat 521B.102 , Stat 521B.103
AOS Required	Stat 515H.2
Confidentiality or Other Information	Stat 515H.3
AOS Contact	Kim Cross

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	<p>Stat 510A.4 1</p> <p>Stat 510A.4 4a</p>
Filing deadline: April 1	Stat 510A.4 4a
<p>Qualified Actuary is either:</p> <ul style="list-style-type: none"> independent casualty actuary, or other independent loss reserve specialist approved by Comm'r 	Stat 510A.4 4a
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 510A.4 4a

State - Iowa

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 510.1B 4 (GWP \geq 5 percent PHS last AnnStat)	Stat 510.6 2
Filing deadline: March 1	Division Policy
Qualified Actuary: Academy member in good standing	Stat 510.1B 1
Scope of Opinion: Loss reserves; business produced by MGA	Stat 510.6 2

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 521C.2 8) sets reserves	Stat 521C.9 3
Filing deadline: March 1	Division Policy
Qualified Actuary: Academy member in good standing	Stat 521C.2 1
Scope of Opinion: Loss reserves; business produced by RM	Stat 521C.9 3

Foreign Risk Retention Group (RRG)

Opinion required	Stat 515E.4 2a
Filing deadline: March 1	Division Policy
Qualified Actuary is either: <ul style="list-style-type: none"> qualified loss reserve specialist per NAIC, or Academy member 	Stat 515E.4 2a
Scope of Opinion: Loss and LAE reserves	Stat 515E.4 2a

WC Group Self-Insurer

Opinion required	Reg 191-56.13(2)(a)
Filing deadline: March 1	Reg 191-56.13(2)
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist per NAIC 	Reg 191-56.13(2)(a)
Scope of Opinion: Known claims and expenses and IBNR and associated expenses	Reg 191-56.13(2)(a)

State - Iowa

Title Insurer

Not allowed	Stat 515.48 10
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SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship - if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Kansas

Contact Information

Commissioner: Vicki Schmidt

Regulatory Agency: Kansas [Department of Insurance](#) ~~Department~~
1300 SW Arrowhead Rd.
Topeka, KS 66604
(785) 296-3071

P/C and Captives* SAO Contact: Tish Becker
Director, Financial Surveillance Division
(785) 296-7816
tish.becker@ks.gov

Website Information

Related Website: www.ksinsurance.org

Statutes (Stat): [Insurance Code, Chapter 40](#)

Regulations (Reg): [Kansas Administrative Regulations, Agency 40](#)

Annual Statement Checklists: [Annual Statement Checklists](#)

*Please refer to page A-5 for additional discussion of captives.

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State - Kansas

Admitted P/C Insurer

Opinion required	Stat 40-223i(a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 40-223i(a) , Stat 40-225
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Commissioner within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 40-223i , Stat 40-223j Stat 40-225
Insurers must follow NAIC AnnStat Instructions	Stat 40-223i , Stat 40-223j Stat 40-225
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts: Mortgage guaranty – Must maintain adequate reserves for known and IBNR claims, reflecting frequency and severity; including: (1) loans that result in conveyance of unsold property, (2) loans in process of foreclosure, (3) loans or leases in default (for 4 months or lesser period as stated in policy)	Stat 40-3517
Unearned Premium Reserve: <ul style="list-style-type: none"> unless otherwise specified, pro-rata amount of premiums on unexpired risks Rule of 78 may be used only on policies in which exposure is decreasing in equal amounts during the period and refunds are based on Rule of 78 	Stat 40-234
Discounting – Other Not allowed except for WC and long-term disability	Codification (SSAP 65-10)

State - Kansas

Admitted P/C Insurer, continued

Contingency reserve – mortgage guaranty 50 percent of remaining earned premiums after establishment of the unearned premium reserve; maintain for 120 months, except withdrawal permitted (with prior approval of domiciliary Commissioner) when actual losses exceed 35 percent of earned premiums in any given year	Stat 40-3518
Subrogation and Salvage Insurance companies allowed to deduct salvage and subrogation recoverables from liability for unpaid claims or losses provided guidelines as set forth in codification are met	Codification (SSAP 55)
AOS Required	Stat 40-223i(b)
Confidentiality or Other Information	Stat 40-223j(b)(1)
AOS Contact	Tish Becker

Producer-Controlled Insurer

Opinion required if GWP placed by controlling producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the controlling producer and controlled insurer have an exclusive arrangement regarding business written	Stat 40-37a04(a)(1) Stat 40-37a04(d)(1)
Filing deadline: April 1	Stat 40-37a04(d)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Commissioner 	Stat 40-37a04(d)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 40-37a04(d)(1)

State - Kansas

Managing General Agent (MGA)

Insurer shall obtain opinion annually if MGA sets reserves and is an MGA as defined in Stat 40-2,130(d) (GWP \geq 5 percent PHS last AnnStat)	Stat 40-2,133(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 40-2,130(a)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 40-2,133(c)

Reinsurance Intermediary-Manager (RM)

Reinsurer shall obtain opinion annually if RM (defined in Stat 40-4502(g)) sets reserves	Stat 40-4509(c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 40-4502(a)
Scope of Opinion: Loss reserves; business produced by RM	Stat 40-4509(c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 40-4103(b)(1)
Filing deadline: No provision	
Qualified actuary is either: <ul style="list-style-type: none">• qualified loss reserve specialist per NAIC, or• Academy member	Stat 40-4103(b)(1)
Scope of Opinion: Loss and LAE reserves	Stat 40-4103(b)(1)

State - Kansas

Title Insurer

Opinion required	Stat 40-223i(a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 40-223i(a) , Stat 40-225
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Commissioner within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 40-223i , Stat 40-223j Stat 40-225
Insurers must follow NAIC AnnStat Instructions	Stat 40-223i , Stat 40-223j Stat 40-225
Reserve amounts: Must maintain adequate reserves for both losses and unearned premiums; domestic title companies require additional 3% on all premiums unless exclusively insuring titles to real estate issuing noncancelable policies.	Stat 40-234
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Unearned Premium Reserve: <ul style="list-style-type: none"> unless otherwise specified, pro-rata amount of premiums on unexpired risks Rule of 78 may be used only on policies in which exposure is decreasing in equal amounts during the period and refunds are based on Rule of 78 For companies exclusively insuring titles to real estate see Stat 40-234b 	Stat 40-234 Stat 40-234b (Real Estate Only)
Foreign – Unearned premium reserve computed as permitted or prescribed by insurer's domicile	Stat 40-234c
Anticipated salvage and subrogation is not permitted	Codification (SSAP 57-13)

State - Kansas

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Commissioner• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Kentucky

Contact Information

Commissioner:	Sharon P. Clark
Regulatory Agency:	Kentucky Department of Insurance 500 Mero Street 2 SE 11 Frankfort, KY 40601 (502) 564-3630
P/C and Captives* SAO Contact:	Rodney Hugle Assistant Director (502) 782-5256 Rodney.Hugle@ky.gov Russell R. Coy II Captive Coordinator (502) 782-5274 Russell.coy@ky.gov

Website Information

Related Website:	http://insurance.ky.gov
Statutes (Stat):	Insurance Code, Title XXV, Chapter 304
Regulations (Reg):	Kentucky Administrative Regulations, Title 806
Annual Statement Checklists:	Annual Statement Filing Checklists & Instructions

*Please refer to page A-5 for additional discussion of captives.

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State - Kentucky

Admitted P/C Insurer

Opinion required	Stat 304.3-242(1)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: Before March 1	Stat 304.3-240(1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 304.3-241
Insurers must follow NAIC AnnStat Instructions	Stat 304.3-241
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims, whether reported or unreported, for which the insurer may be liable	Stat 304.6-100(1)
Discounting – Med prof liab, WC, other Domestic insurers may discount med prof liab, WC, and other kinds of casualty insurance as approved by Comm'r	Reg 6:090 2(1)
AOS Required	Stat 304.3-242(2)
Confidentiality or Other Information	Stat 304.3-242(6)
AOS Contact	Rodney Hugle Russell R. Coy II

State - Kentucky

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 304.3-410(1) Stat 304.3-410(4)(a)
Filing deadline: April 1	Stat 304.3-410(4)(a)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 304.3-410(4)(a)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 304.3-410(4)(a)

Controlling Agents

Opinion required annually if controlling agent sets reserves and is a controlling agent as defined in Stat 304.3-500(3) (GWP > 5 percent PHS last AnnStat)	Stat 304.3-530(2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 304.3-500(1)
Scope of Opinion: Loss reserves; business produced by controlling agent	Stat 304.3-530(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 304.9-700(7)) sets reserves	Stat 304.9-735(3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 304.9-700(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 304.9-735(3)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 304.45-040(2)(a)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 304.45-040(2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 304.45-040(2)(a)

State - Kentucky

Discounted Reserves

Opinion required	Stat 304.3-242(1)
Qualified actuary is either: <ul style="list-style-type: none"> Academy member, or has demonstrated satisfactory education and experience (at least 7 years) to Comm'r 	Reg 6:090 1(7)
Discounted med prof liab, WC, other lines as approved by Comm'r Opinions must provide assessment of: <ul style="list-style-type: none"> adequacy of undiscounted reserve appropriateness of interest rate (considering at least the following: valuation basis of assets, asset yields, asset maturities, consistency with interest rate used in pricing) appropriateness of payment projection considering at least the following: company experience, other insurer experience (allowing for differences in coverage and limits), and reins recoverable any other relevant factors Opinion must describe formulas for discounting calculation, including any provision for adverse development	Reg 6:090 3(2)

Title Insurer

Opinion required	Stat 304.3-242(1)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: Before March 1	Stat 304.3-240(1)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title

State - Kentucky

Title Insurer, continued

Insurers must follow NAIC SAO Instructions	Stat 304.3-241
Insurers must follow NAIC AnnStat Instructions	Stat 304.3-241
Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims, whether reported or unreported, for which the insurer may be liable	Stat 304.6-100(1)
Statutory premium reserve Initially, 10 percent of risk portion of premiums written; reduced by 5 percent of the original amount each year for the next 20 years	Stat 304.6-080
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, or▪ less than 1,000 policyholders or certificate holders• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r (property insurance only)• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	Stat 304.3-242(7)
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State - Louisiana

Contact Information

Commissioner: Tim Temple

Regulatory Agency: Department of Insurance
1702 N. 3rd Street
Baton Rouge, LA 70802
(225) 342-5900

Mailing Address: Louisiana Department of Insurance
P.O. Box 94214
Baton Rouge, LA 70804

P/C and Captives* SAO Contact: John Sobhanian, ACAS
Actuary
(402) 219-2181
john.sobhanian@ldi.la.gov

Website Information

Related Website: www.ldi.la.gov

Statutes (Stat): [Insurance Code, Title 22](#)

Annual Statement Checklists: [Insurers Annual Statement Checklists and Filing Instructions](#)

*Please refer to page A-5 for additional discussion of captives.

State - Louisiana

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State - Louisiana

Admitted P/C Insurer

Opinion required	Stat 22:771(A)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 22:571(B)
Actuary Qualifications <ul style="list-style-type: none"> • Meets basic education, experience, and continuing education requirements • Maintains an Accepted Actuarial Designation • Is a member of a professional actuarial association 	NAIC SAO Instr (1A) Stat 22:65(11a)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1) Stat 22:571(D)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Stat 22:571(D)
Insurers must follow NAIC SAO Instructions	Stat 22:571(D)
Insurers must follow NAIC AnnStat Instructions	Stat 22:571(D)
Reserve Amounts: Insurer must maintain adequate loss reserves	Stat 22:766 Stat 22:769(B)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Stat 22:771(B)
Confidentiality or Other Information	Stat 22:771(F)
AOS Contact	John Sobhanian

State - Louisiana

Broker-Controlled Insurer

Opinion required if GWP placed by broker is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the broker and insurer work exclusively with each other	Stat 22:554(A) Stat 22:554(D)(1)
Filing deadline: April 1	Stat 22:554(D)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 22:554(D)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 22:554(D)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 22:1622(4) (GWP ≥ 5 percent PHS last AnnStat)	Stat 22:1625(B)
Filing deadline: March 1	Stat 22:571(B)
Qualified Actuary: Academy member in good standing	Stat 22:1622(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 22:1625(B)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 22:1722(8)) sets reserves	Stat 22:1729(C)
Filing deadline: March 1	Stat 22:571(B)
Qualified Actuary: Academy member in good standing	Stat 22:1722(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 22:1729(C)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 22:484C(1)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 22:484C(1)
Scope of Opinion: Loss and LAE reserves	Stat 22:484C(1)

State - Louisiana

Title Insurer

Opinion required	Stat 22:571(D)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 22:571(B)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title Stat 22:571(D)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title Stat 22:571(D)
Insurers must follow NAIC SAO Instructions	Stat 22:571(D)
Insurers must follow NAIC AnnStat Instructions	Stat 22:571(D)
Insurer must maintain adequate loss reserves	Stat 22:766 Stat 22:769(B)
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Special reserve fund Annual increase is 25 cents per \$1,000 net increase in insurance in force up to guaranty fund deposit required by insurer; reinsurer need not include to extent ceding insurer does	Stat 22:768(A), (C)

State - Louisiana

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Maine

Contact Information

Superintendent: Bob Carey

Regulatory Agency: Department of Professional & Financial Regulation
Maine Bureau of Insurance
#34 State House Station
Augusta, ME 04333-0034
(207) 624-8475 or 800-300-5000

P/C and Captives* SAO Contact: Sandra Darby, Actuary
(207) 624-8427
sandra.c.darby@maine.gov

Website Information

Related Website: www.maine.gov/pfr/insurance

Statutes (Stat): [Maine Insurance Code - Title 24-A](#)

Regulations (Reg): [Code of Maine Rules, Department of Professional and Financial Regulation](#)

Annual Statement Checklists: [Annual Statement Instructions and Checklists](#)

*Please refer to page A-5 for additional discussion of captives.

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Captive Insurer

Title Insurer

SAO Exemptions

State - Maine

Admitted P/C Insurer

Opinion required	Stat 24-A § 993(1)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 24-A § 423(1)
Actuary Qualifications <ul style="list-style-type: none"> Member of Academy either FCAS or ACAS; if ACAS, must have 5 years of experience in property/casualty insurance 	Stat 24-A § 992(3)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 24-A § 423(1)
Data Evaluation: If actuary relied on other persons to test data, actuary must identify data testers and include extent of testing required for reasonableness and consistency	NAIC SAO Instr (4)
Insurers must follow NAIC AnnStat Instructions	Stat 24-A § 423(1)
Opinion must be on letterhead of actuary, indicate the address of office, and be manually executed and dated. Also must include actuary's relevant experience, absence of conflict of interest, and actuary's subscription to professional ethics code of CAS. This is no longer explicitly stated in statute. NAIC AnnStat Instructions will control pursuant to Stat 24-A § 993(1) and (3)(A) .	Stat 24-A § 993
Reserve Amounts: Insurer must maintain adequate loss and LAE reserves	
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Yes
Confidentiality or Other Information	Stat 24-A § 994 (2)(A)
AOS Contact	Vanessa J. Sullivan

State - Maine

Broker-Controlled Insurer

Opinion required if GWP placed by broker is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the broker and insurer work exclusively with each other	Stat 24-A § 6404(1) Stat 24-A § 6404(4)(A)
Filing deadline: April 1	Stat 24-A § 6404(4)(A)
Qualified Actuary: Independent casualty actuary acceptable to Superintendent	Stat 24-A § 6404(4)(A)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 24-A § 6404(4)(A)

Domestic Mutual Assessment Insurers Writing Property Insurance

Opinion NOT required	Stat 24-A § 992 (1) Stat 24-A § 10
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Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 1492(3) (GWP ≥ 5 percent PHS last AnnStat)	Stat 24-A § 1495(2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing who specializes in type of insurance under consideration	Stat 24-A § 1492(1) Stat 24-A § 1495(2)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 24-A § 1495(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 24-A § 741(5)) sets reserves	Stat 24-A § 750(3)
Filing deadline: No Provision	
Qualified Actuary: Academy member in good standing who specializes in type of insurance under consideration	Stat 24-A § 741(1) Stat 24-A § 750(3)
Scope of Opinion: Loss reserves; business produced by RM	Stat 24-A § 750(3)

State - Maine

Foreign Risk Retention Group (RRG)

Opinion required annually	Stat 24-A § 6095(2)(A)
Filing deadline: March 1	Stat 24-A § 6095(2)(A)
Qualified Actuary: Academy member qualified to certify casualty loss reserves	Stat 24-A § 6095(2)(A)
Scope of Opinion: Loss and LAE reserves	Stat 24-A § 6095(2)(A)

Public Self-Funded Pools

Opinion required annually	Stat 30-A § 2256(1)
Filing deadline: Six months after company's fiscal year-end	Stat 30-A § 2256(1)
Qualified Actuary: Academy member qualified as a casualty loss reserve specialist as defined by the NAIC	Stat 30-A § 2256(1)

Individual WC Self-Insurer

Opinion required if security is to be provided by actuarially determined trust fund, or if notified by Superintendent that actuarial review is required	Reg Ch 250 § II(C)(1)(e),(f)
Filing deadline: Not less than twenty-one (21) days prior to the self-insurer's renewal date	Reg Ch 250 § II(C)
Qualified Actuary: <ul style="list-style-type: none"> • Academy member and • either FCAS or ACAS with 5 years of experience Affiliation: No business relationship that causes a potential or actual conflict of interest	Reg Ch 250 § I(D)(25)
Reserve Amounts: Subject to Superintendent's approval, if fully funded for 5 years, SI may fund all years, including prospective year in the aggregate, at 75 percent or higher confidence level. Group SI may fund at 65 percent confidence level if fully funded for 10 years	Stat 39-A § 403(3)(C)(3)
Scope of Opinion: Loss and loss expense, net of reinsurance, plus required safety margin	Reg Ch 250 § I(D)(2), (4)
Discounting allowed. Must discuss appropriateness of discount factors	Reg Ch 250 § I(D)(3)(b), (D)(4)(d)

State - Maine

Group WC Self-Insurer

Opinion required if security is to be provided by actuarially determined trust fund	Reg Ch 250 § III(C)(1)(b)
Filing deadline: Not less than twenty-one (21) days prior to the self-insurer's renewal date	Reg Ch 250 § III(C)
Qualified Actuary: <ul style="list-style-type: none"> • Academy member and • either FCAS or ACAS with 5 years of experience Affiliation: No business relationship that causes a potential or actual conflict of interest	Reg Ch 250 § I(D)(25)
Reserve Amounts: Subject to Superintendent's approval, if fully funded for 5 years, SI may fund all years, including prospective year in the aggregate, at 75 percent or higher confidence level. Group SI may fund at 65 percent confidence level if fully funded for 10 years	Stat 39-A § 403(3)(C)(3)
Scope of Opinion: Loss and loss expense, net of reinsurance, plus required safety margin	Reg Ch 250 § I(D)(2), (4)
Discounting allowed. Must discuss appropriateness of discount factors	Reg Ch 250 § I(D)(3)(b), (D)(4)(d)

Captive Insurer

Opinion required	Stat 24-A § 6707(3)
Filing deadline: Six months after company's fiscal year-end	Stat 24-A § 6707(1)
Qualified Actuary: Academy member or qualified loss reserve specialist as defined in AnnStat adopted by NAIC	Stat 24-A § 6707(3)
Scope of Opinion: Loss and LAE reserves, including IBNR, unearned premiums, and bad debts, reserves for which must be shown as liabilities	Stat 24-A § 6707(3)

Title Insurer

Opinion NOT required	Stat 24-A § 992(1) Stat 24-A § 705
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State - Maine

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r (property insurance only)• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – Maryland

Contact Information

Commissioner:	Marie Grant
Regulatory Agency:	Maryland Insurance Administration 200 St. Paul Place, Suite 2700 Baltimore, MD 21202 (410) 468-2000
P/C SAO Contact:	Ron Coleman Director, Property and Casualty Rates & Forms (410) 468-2310 ronald.coleman@maryland.gov
Title SAO Contact:	Walter Dabrowski Senior Actuary, Property and Casualty Division walter.dabrowski@maryland.gov
Captives* SAO Contact:	Lynn Beckner Associate Commissioner, Financial Regulation Division (410) 468-2126 lynn.beckner@maryland.gov

Website Information

Related Website:	https://insurance.maryland.gov/
Statutes (Stat):	Maryland Statutes, Insurance Article
Regulations (Reg):	Maryland Regulations, Title 31
Annual Statement Checklist:	For Insurers

*Please refer to page A-5 for additional discussion of captives.

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State – Maryland

Admitted P/C Insurer

Opinion required	Reg 31.05.12.02
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 4-116
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg 31.05.12.02
Insurers must follow NAIC AnnStat Instructions	Stat 4-116 Reg 31.04.01.04
Reserve amounts: Insurer must maintain adequate loss reserves	Stat 5-202
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Reg 31.05.12.02
Confidentiality or Other Information	Reg 31.05.12.03
AOS Contact	Lynn Beckner lynn.beckner@maryland.gov

Broker-Controlled Insurer

Opinion required (control defined in Stat 8-101 (c))	Stat 8-105(f)
Filing deadline: April 1	Stat 8-105(f)
Qualified Actuary either: <ul style="list-style-type: none"> Academy member, independent of insurer and broker, or independent loss reserve specialist acceptable to Comm'r 	Stat 8-105(a),(f)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 8-105(f)

State – Maryland

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 8-201(c) ($GWP \geq 5$ percent PHS last AnnStat)	Stat 8-210
Qualified Actuary: Academy member in good standing	Stat 8-210(b)(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 8-210(b)(1)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 8-501(f)) sets reserves	Stat 8-520(a)(3)
Qualified Actuary: Academy member in good standing	Stat 8-520(a)(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 8-520(a)(3)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 25-103(b)(1)(iv)
Filing deadline: No Provision	
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or qualified loss reserve specialist 	Stat 25-103(b)(1)(iv)
Scope of opinion: Loss and LAE reserves	Stat 25-103(b)(1)(iv)

Group Self-Insurer (WC)

Opinion required	Reg 31.08.09.13
Filing deadline: 90 days following end of the fiscal year	Reg 31.08.09.13
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or accepted by Comm'r 	Reg 31.08.09.13
Scope of opinion: Reserves for: <ul style="list-style-type: none"> known claims and associated expenses, and IBNR claims and associated expenses 	Reg 31.08.09.13

State – Maryland

Title Insurer

Opinion required	Stat 5-206(c)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 4-116
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title Stat 5-206(c)(1)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 5-206(c)
Insurers must follow NAIC AnnStat Instructions	Stat 4-116 Reg 31.04.01.04
Insurer must maintain adequate loss reserves	Stat 5-202
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory premium reserve Initially, 8 percent of risk premiums written, released at various declining percentages over the next 20 years	Stat 5-206

SAO Exemptions

<ul style="list-style-type: none"> • Small companies: <ul style="list-style-type: none"> ▪ less than \$1 million D&A WP, and ▪ less than \$1 million total D&A loss and LAE reserves at year-end • Under supervision or conservatorship • Nature of business - submit to domiciliary Comm'r • Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption by December 1 	NAIC SAO Instr (1B)
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State – Massachusetts

Contact Information

Commissioner: Michael T. Caljouw

Regulatory Agency: Office of Consumer Affairs and Business Regulation
Massachusetts Division of Insurance
[One Federal Street – Suite 700](#)~~1000 Washington St., Suite 810~~
Boston, MA 02110~~8-20126200~~
(617) 521-7794

P/C SAO Contact: John A. Turchi
Deputy Commissioner, Financial and Market Regulation
(617) 521-7701
john.turchi@mass.gov

Website Information

Related Website: www.mass.gov/doi

Statutes (Stat): [Massachusetts General Laws, Part I, Title VII, Title XXI, Title XXII](#)

Regulations (Reg): [Massachusetts Regulations, Code of Massachusetts Regulations, 211 CMR](#)

Annual Statement Checklists: [Property & Casualty Insurers Annual Statement Checklist](#)
[Title Insurers Annual Statement Checklist](#)

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State – Massachusetts

Admitted P/C Insurer

Opinion required	Stat 175:25, Stat 175:227
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 175:25
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements CAS member in good standing, or Academy member in good standing, approved by Casualty Practice Council 	NAIC SAO Instr (1A) Stat 175:227
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 175:25, Stat 175:227
Insurers must follow NAIC Annual Statement Instructions	Stat 175:25, Stat 175:227
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve Amounts: Governmental Units Pooled Insurance: Establish and maintain actuarially appropriate loss and LAE reserves, including IBNR as well as unearned premium reserves and bad debt	Stat 40M:10 Stat 40M:13
Minimum Reserves Liability companies Reserves for losses shall be computed in accordance with the NAIC instructions	Stat 175:12
Discounting – WC Comm'r shall compute using rate no higher than 4 percent	Stat 152:58
AOS Required	Stat 175:227
Confidentiality or Other Information	Stat 175:4(12), Stat 175:227
AOS Contact	John A. Turchi

State – Massachusetts

Broker-Controlled Insurer

Opinion required if GWP placed by broker is ≥ 5 percent of the insurer's admitted assets (as rep'd in Sept. qtrly statement), unless the broker and insurer work exclusively with each other	Stat 175:174I (A) Stat 175:174I (D)(1)
Filing deadline: April 1	Stat 175:174I (D)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> Independent casualty actuary, or other independent loss reserve specialist acceptable to Comm'r 	Stat 175:174I (D)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 175:174I (D)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is MGA as defined in Stat 175:177G (GWP ≥ 5 percent PHS last AnnStat)	Stat 175:177J (B)
Qualified Actuary: Academy member in good standing	Stat 175:177G
Scope of Opinion: Loss reserves; business produced by MGA	Stat 175:177J (B)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 175:177N) sets reserves	Stat 175:177U (C)
Actuary Qualifications: Academy member in good standing	Stat 175:177N
Scope of Opinion: Loss reserves; business produced by RM	Stat 175:177U (C)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 176L:3 (B)(1)(b)
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or loss reserve specialist qualified under criteria established by the Commissioner 	Stat 176L:3 (B)(1)(b)
Scope of opinion: Loss and LAE reserves	Stat 176L:3 (B)(1)(b)

State – Massachusetts

Group Self-Insurer (WC)

Opinion required annually	Reg 67.08 (3)(a)
Filing deadline: First day of third month following end of group's fund year	Reg 67.08 (3)(a)
Qualified Actuary is either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing approved by Casualty Practice Council 	Reg 67.02
Reserve Amounts: Each group shall establish and maintain actuarially sound loss reserves, which shall comply with standards for an actuarially fully funded group as defined in Reg 67.02	Reg 67.08 (2)(a)1 Stat 152: 25Q

Title Insurer

Opinion required	Stat 175:25
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 175:25
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 175:25
Insurers must follow NAIC Annual Statement Instructions	Stat 175:25
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State – Massachusetts

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds the lesser of either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – Michigan

Contact Information

Director:	Anita G. Fox
Regulatory Agency:	Department of Insurance and Financial Services Office of the Director Regular Mail: P.O. Box 30220 Lansing, MI 48909-7720 Express Mail: (UPS, Federal Express, etc.) 530 W. Allegan Street, 7th Floor Lansing, MI 48933 (517) 284-8800 or (877) 999-6442 DIFSInfo@michigan.gov
P/C SAO Contact:	Bob Lamberjack Manager (517) 284-8755 lamberjackr@michigan.gov
Captives* SAO Contact:	David Piner Director of Captives (517) 284-8759 pinerd@michigan.gov

Website Information

Related Website:	www.michigan.gov/difs
Statutes (Stat):	Chapter 500 – Insurance Code of 1956
Regulations (Reg):	Michigan Administrative Code
Annual Statement Checklists:	Financial Statement Instruction Booklets and Forms

*Please refer to page A-5 for additional discussion of captives.

Note: The Department of Insurance and Financial Services (DIFS) issues an annual order ([Annual Order](#)) adopting the most current NAIC filing forms, instructions, and requirements for the upcoming reporting year. Exceptions are noted in the Annual Order, so regulated entities are advised to obtain and review the most recent order prior to making any annual or quarterly filings.

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State – Michigan

Admitted P/C Insurer

Opinion required unless exempted by Comm'r	Stat 500.814a(1)
For admitted liability P/C insurers (other than HO, FO, CMP): Opinion may be required by actuary approved by Comm'r	Stat 500.814
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: Not required to file SAO
Filing deadline: March 1	Stat 500.438(1) Stat 500.438a(1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Annual Order
Insurers must follow NAIC AnnStat Instructions	Stat 500.438a(1)
Reserve amounts: Insurer must maintain loss and LAE reserves in amount estimated in aggregate to pay all claims incurred whether rep'd or unrep'd and to provide for the expenses of adjustment or settlement of losses and claims	Stat 500.810 Reg 500.1231
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Credit for reinsurance	Stat 500.1101-1127 Reg 500.1121 - Reg 500.1134
AOS Required	Stat 500.814a(2),(3)
Confidentiality or Other Information	Stat 500.814a(6)
AOS Contact	Bob Lamberjack

State – Michigan

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 500.1455(1),(2),(5a)
Filing deadline: April 1	Stat 500.1455(5a)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 500.1455(5a)
Scope of Opinion: Loss ratios by line of business, and loss reserves including IBNR; business placed by producer	Stat 500.1455(5a)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 500.1401(b) (GWP ≥ 5 percent PHS last AnnStat)	Stat 500.1411(b)
Qualified Actuary: Academy member in good standing	Stat 500.1401(a)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 500.1411(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 500.1151(e)) sets reserves	Stat 500.1165(3)
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member in good standing, or • SOA member in good standing, or • CAS member in good standing 	Stat 500.1151(a)
Scope of Opinion: Loss reserves; business produced by RM	Stat 500.1165(3)

Foreign Risk Retention Group (RRG)

Opinion required annually	Stat 500.1811(c)
Filing deadline: March 1	Stat 500.1811(c)
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist 	Stat 500.1811(c)
Scope of Opinion: Loss and LAE reserves	Stat 500.1811(c)

State – Michigan

Limited Liability Pool

Opinion required annually	Stat 500.6512
Qualified Actuary: approved by Comm'r	Stat 500.6512

Captive Insurer

Opinion required annually	Stat 500.4621(8)
Filing deadline: March 1	Stat 500.4621(2) Annual Reporting for Captive Insurers
Qualified Actuary is either: <ul style="list-style-type: none">• Academy member, or• SOA member	Stat 500.4621(8)
Scope of Opinion: Loss and LAE reserves	Stat 500.4621(8)
Discounting - sponsored captive insurance company: Loss and LAE reserves may be discounted at the lesser of treasury rates or the captive ins company's actual rate of return	Stat 500.4623

Special Purpose Financial Captive (SPFC)

Opinion required annually	Stat 500.4711(4)
Qualified Actuary is either: <ul style="list-style-type: none">• Academy member, or• SOA member	Stat 500.4711(4)
Scope of Opinion: Loss and LAE reserves	Stat 500.4711(4)

State – Michigan

Title Insurer

Opinion required	Stat 500.438(1)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: Not required to file SAO
Filing deadline: March 1	Stat 500.438(1)
Actuary Qualifications either <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	
Insurers must follow NAIC AnnStat Instructions	Stat 500.438a(1)
Reserve amounts: Aggregate reserve must be sufficient to provide for payment of all claim and claim expense likely to be incurred by reason of every claim presented, pursuant to written notice from or on behalf of an insured of a title defect in or lien on or adverse claim against the title insured, that may result in a claim being paid or cause expense to be incurred for the proper disposition of a claim.	Stat 500.7306
Statutory premium reserve: Domestic - Five percent of gross premiums held for 10 years, then released 10 percent per year for the eleventh through twentieth year thereafter Foreign - May follow domiciliary state, if reserve is mandatory and substantially equivalent to the above requirements	Stat 500.7305 Stat 500.7305(4)
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State – Michigan

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Minnesota

Contact Information

Commissioner: Grace Arnold

Regulatory Agency: Minnesota Department of Commerce
Insurance Division
85 7th Place East, Suite 280
St. Paul, MN 55101
(651) 539-1500

P/C SAO Contact: Phil Vigliaturo, MAAA, ACAS
Property and Casualty Actuary
(651) 539-1762
phil.vigliaturo@state.mn.us

Website Information

Related Website: www.mn.gov/commerce/industries/insurance/

Statutes (Stat): [Insurance Code](#)

Regulations (Reg): [Administrative Rules](#)

Annual Statement Checklists: [Annual Statement Checklists](#)

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State - Minnesota

Admitted P/C Insurer

Opinion required	Stat 60A.1295
Original Signature (Handwritten on Paper) Required for SAO	Yes (Domestic only)
Filing deadline: March 1	Stat 60A.13(1)
Actuary Qualifications <ul style="list-style-type: none"> Academy member, or Individual determined by the commissioner to have the educational background necessary for the practice of actuarial science, and not less than seven years of actuarial experience 	Reg 2700.0600(3) applies to Stat 60A.13(1)
Affiliation Company employee permitted	Reg 2700.0600(3)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 60A.13(1) , Stat 60A.1295
Insurers must follow NAIC AnnStat Instructions	Stat 60A.13(1) , Stat 60A.1295
Reserve amounts: If the Commissioner finds that reserves are inadequate, the Commissioner may require the corporation to maintain additional reserves.	Stat 60A.12(5)
Unearned premium reserve for Reciprocal: 50 percent of net annual deposits (minimum \$25,000)	Stat 71A.03
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Discounting: Allowed only to the extent allowed under NAIC SSAP 65	Stat 60A.13(1)
AOS Required	Stat 60A.1295
Confidentiality or Other Information	Stat 60A.03 Subd. 9 , Stat 60A.1296
AOS Contact	Phil Vigliaturo

State - Minnesota

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other and the producer receives no compensation based upon the amount of premiums written	Stat 60J.09(1), (2), (5)
Filing deadline: April 1	Stat 60J.09(5)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 60J.09(5)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 60J.09(5)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 60A.705) sets reserves	Stat 60A.74(3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 60A.705(2)
Scope of Opinion: Loss reserves; business produced by RM	Stat 60A.74(3)

Domestic Risk Retention Group (RRG)

Opinion required	Stat 60E.03
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Foreign Risk Retention Group (RRG)

Opinion required	Stat 60E.04(3)(1)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 60E.04(3)(1)
Scope of Opinion: Loss and LAE reserves	Stat 60E.04(3)(1)

State - Minnesota

Self-Insured WC

Comm'r may require opinion upon sufficient cause	Stat 79A.03(9)
Opinion always required for a group self-insurance fund	State 79A.03(10) Reg 2780.4400
Filing deadline: August 1	Reg 2780.0500(A)
Qualified Actuary for commercial self-insurance groups: Associate or Fellow of CAS who is not an employee of any member of the commercial self-insurance group	Stat 79A.19(3)
Scope of Opinion: Future contingent liabilities	Stat 79A.03(9)(b) Stat 79A.03(10) Reg 2780.4400

Private Employers Who Cease To Be Self-Insured

Opinion required	Stat 79A.06 Subd.5
Filing deadline: Within 120 days of termination	Stat 79A.06 Subd. 5(3)(b)
Qualified Actuary: Associate or Fellow of CAS	Stat 79A.06 Subd. 5(3)(b)

State - Minnesota

Title Insurer

Opinion required	Stat 60A.13(1)
Original Signature (Handwritten on Paper) Required for SAO	Yes (Domestic only)
Filing deadline: March 1	Stat 60A.13(1)
Actuary Qualifications <ul style="list-style-type: none"> Academy member, or Individual determined by the commissioner to have the educational background necessary for the practice of actuarial science, and not less than seven years of actuarial experience 	Reg 2700.0600(3) applies to Stat 60A.13(1)
Affiliation Company employee permitted	Reg 2700.0600(3)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 60A.13(1) , Stat 60A.1295
Insurers must follow NAIC AnnStat Instructions	Stat 60A.13(1) , Stat 60A.1295
If the Commissioner finds that reserves are inadequate, the Commissioner may require the corporation to maintain additional reserves.	Stat 60A.12(5)
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State - Minnesota

Title Insurer, cont'd

<p>Unearned premium reserve:</p> <p>For Jan. 1, 1964-Jan. 1, 2001, initially 10 percent of premium charges, released 5 percent per year for 20 years.</p> <p>Domestic insurers:</p> <p>For Jan. 1, 2001-Jan. 1, 2004, min. rate of \$0.36 per \$1,000 for policies < \$500K and \$0.16 per \$1,000 for policies ≥\$500K and minimum 8 percent of escrow, settlement, and closing fees; released according to Stat 68A.03(3)(b)</p> <p>After Jan. 1, 2004 and until Dec. 31, 2009, minimum 8 percent of direct risk premiums and premiums for reinsurance assumed, plus other income, less premiums for reinsurance ceded, released over next 20 years on July 1, a percentage of aggregate sum as follows:</p> <ul style="list-style-type: none"> 35 percent – year 1 15 percent – years 2 and 3 each 10 percent – year 4 3 percent – years 5 through 7 each 2 percent – years 8 through 10 each 1 percent – years 11 through 20 each <p>After Jan. 1, 2010, minimum 6.5 percent of direct risk premiums and premiums for reinsurance assumed, plus other income, less premiums for reinsurance ceded, released over next 20 years on July 1, a percentage of aggregate sum as follows:</p> <ul style="list-style-type: none"> 35 percent – year 1 15 percent – years 2 and 3 each 10 percent – year 4 3 percent – years 5 through 7 each 2 percent – years 8 through 10 each 1 percent – years 11 through 20 each 	<p>Stat 68A.02(1)</p> <p>Stat 68A.02(2)</p> <p>Stat 68A.03(3)</p>
<p>Discounting, Other: Only allowed to the extent allowed under NAIC SSAP 65</p>	<p>Stat 60A.13(1)</p>

State - Minnesota

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Mississippi

Contact Information

Commissioner: Mike Chaney

Regulatory Agency: Mississippi Insurance Department
P.O. Box 79
Jackson, MS 39205
(601) 359-3569

P/C SAO Contact: Chad T. Bridges, CFE
Director, Financial & Market Regulation Division
(601) 359-2136
chad.bridges@mid.ms.gov

Website Information

Related Website: <http://www.mid.ms.gov>

Statutes (Stat): [Insurance Code, Title 83](#)

Annual Statement Checklists: [Annual Statement Filing Requirements](#)

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State - Mississippi

Admitted P/C Insurer

Opinion required	Stat 83-5-503
Original Signature (Handwritten on Paper) Required for SAO	No Yes, for domestic companies
Filing deadline: March 1	Stat 83-5-55
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 83-5-55 Stat 83-5-503
Insurers must follow NAIC AnnStat Instructions	Stat 83-5-55 Stat 83-5-503 Stat 83-5-505
Reserve Amounts: Insurer must maintain loss and LAE reserves	Stat 83-5-23
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Stat 83-5-503
Confidentiality or Other Information	Stat 83-5-505
AOS Contact	Chad T. Bridges

State - Mississippi

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 83-59-7(1) Stat 83-59-7(4)(a)
Filing deadline: April 1	Stat 83-59-7(4)(a)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 83-59-7(4)(a)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 83-59-7(4)(a)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 83-18-103(c) (GWP ≥ 5 percent PHS last AnnStat)	Stat 83-18-109(2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 83-18-103(a)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 83-18-109(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 83-19-203(g)) sets reserves	Stat 83-19-217(3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 83-19-203(a)
Scope of Opinion: Loss reserves; business produced by RM	Stat 83-19-217(3)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 83-55-7(b)(i)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 83-55-7(b)(i)
Scope of Opinion: Loss and LAE reserves	Stat 83-55-7(b)(i)

State - Mississippi

Title Insurer

Opinion required	Stat 83-5-503
Original Signature (Handwritten on Paper) Required for SAO	No Yes, for domestic companies
Filing deadline: March 1	Stat 83-5-55
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 83-5-55 Stat 83-5-503
Insurers must follow NAIC AnnStat Instructions	Stat 83-5-55 Stat 83-5-503 Stat 83-5-505
Insurer must maintain loss and LAE reserves	Stat 83-5-23
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Loss reserves: Must maintain minimum reserve for losses, with lower of \$50,000 or 10 percent of premiums received after Jan.1, 1952	Stat 83-15-7
Statutory premium reserve: Beginning March 4, 1977, insurer must set aside 10 percent of premiums received as unearned premium reserve; released 180 months after set aside	Stat 83-15-9

State - Mississippi

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Missouri

Contact Information

Director: [Angela L. Nelson](#)~~Chloria Lindley Myers~~

Regulatory Agency: Department of Commerce and Insurance
301 West High Street, Room 530
Jefferson City, MO 65101
(573) 751-4126

P/C and Captives* SAO Contact: John Rehagen, CFE
Director of the Division of Insurance Company Regulation
(573) 522-2563
john.rehagen@insurance.mo.gov

Website Information

Related Website: <http://dc.mo.gov>

Statutes (Stat): [Insurance Code, Title XXIV](#)

Regulations (Reg): [Missouri Regulations, Title 8 and Title 20](#)

Annual Statement Checklists: [Annual Filing Forms - Instructions and Checklists](#)

*Please refer to page A-5 for additional discussion of captives.

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State - Missouri

Admitted P/C Insurer

Opinion required to follow NAIC forms	Stat 375.1060
Original Signature (Handwritten on Paper) Required for SAO	No, electronic signature acceptable on electronic filing Yes
Filing deadline: March 1	Stat 375.041 2
Actuary Qualifications <ul style="list-style-type: none"> Academy member in good standing 	Stat 375.1060
Affiliation Company employee: Permitted, except as noted in “Qualifications” above	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors By December 31 Report to Board of Directors Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 375.1060 5
Insurers must follow NAIC AnnStat Instructions	Reg 20 CSR 200-1.005(1)
Scope of Opinion: Loss and LAE reserves and other items on Exhibit A of the SAO	NAIC SAO Instr (4)
Minimum reserves for claims-paid policies	Reg 20 CSR 500-1.900 has been rescinded effective 7/30/19
Discounting Tabular Reserves: Exposures with fixed and reasonably determinable payments such as those emanating from workers’ compensation tabular indemnity reserves and long-term disability claims may be subject to tabular discounting per SSAP 65. Nontabular Reserves: May not be discounted	SSAP 65
AOS Required	Reg 20 CSR 200-1.105(2)
Confidentiality or Other Information	Reg 20 CSR 200-1.105(3)
AOS Contact	John Rehagen

State - Missouri

Broker-Controlled Insurer

Opinion required if GWP placed by broker is ≥ 5 percent of the insurer's admitted assets (as rep'd in qtrly statement filed as of September 30 of prior year), unless the broker and insurer work exclusively with each other and broker accepts insurance placements only from nonaffiliated subproducers, not directly from insureds	Stat 382.405 1 Stat 382.405 4(1)
Filing deadline: April 1	Stat 382.405 4(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist acceptable to Director 	Stat 382.405 4(1)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 382.405 4(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 375.147 3 (4) (GWP ≥ 5 percent PHS last AnnStat and either adjusts or pays claims in excess of an amount determined by the director or negotiates reinsurance on behalf of the insurer)	Stat 375.150 2
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 375.147 3(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 375.150 2

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM sets reserves	Stat 375.1130 3
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 375.1112(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 375.1130 3

Assessable Professional Mutual

Opinion required to follow NAIC forms	Stat 383.035 1(3) Stat 383.035 2
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State - Missouri

Foreign Risk Retention Group (RRG)

Opinion required	Stat 375.1085 5(1) Reg 20 CSR 200-8.100(3)(B)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> qualified loss reserve specialist per NAIC, or Academy member 	Stat 375.1085 5(1) Reg 20 CSR 200-8.100(3)(B)
Scope of Opinion: Loss and LAE reserves	Stat 375.1085 5(1)

WC Self-Insured Employer's Liability

Opinion required	Reg 8 CSR 50-3.010(6)(A)2
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing, or CAS member in good standing, who has been approved as qualified for signing casualty loss reserve opinions by the Casualty Practice Council, with experience in Missouri workers' compensation	Reg 8 CSR 50-3.010(6)(A)2
Scope of Opinion: Loss and LAE reserves, including IBNR, and rates	Reg 8 CSR 50-3.010(6)(A)2

Captive Insurer

Opinion required, GAAP	Reg 20 CSR 200-20.040(2)(E)
Filing deadline: June 30 (or 6 months after approved fiscal year-end)	Reg 20 CSR 200-20.040(2)
Qualified actuary: Academy member in good standing and approved by the Director	Reg 20 CSR 200-20.040(2)(E)

State - Missouri

Title Insurer

Opinion required to follow NAIC forms	Stat 381.072 1(2)(f)b
Original Signature (Handwritten on Paper) Required for SAO	No, electronic signature acceptable on electronic filing Yes
Filing deadline: March 1	Stat 375.041 2
Qualified Actuary: Academy member in good standing or permitted by domiciliary Comm'r	Stat 381.072 1(2)(f)a
Insurers must follow NAIC SAO Instructions	Stat 381.072 1(2)(f)b
Insurers must follow NAIC AnnStat Instructions	Reg 20 CSR 200-1.005(1)
Unearned premium reserve amounts: Unearned premium reserve on Jan. 1, 2008, plus sum of 15 cents for each \$1,000 of net retained liability under each title insurance policy plus, unearned premium for closing protection letters	Stat 381.072 1(2)(c)

SAO Exemptions

<ul style="list-style-type: none"> • Small companies: <ul style="list-style-type: none"> ▪ less than \$1 million D&A WP, and ▪ less than \$1 million total D&A loss and LAE reserves at year-end • Under supervision or conservatorship • Nature of business - submit to domiciliary Comm'r • Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption by December 1 	NAIC SAO Instr (1B)
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State - Montana

Contact Information

Commissioner:	James Brown
Regulatory Agency:	Office of the Commissioner of Securities and Insurance 840 Helena Avenue Helena, MT 59601 (406) 444-2040
P/C SAO Contact:	Kari Leonard Examinations Bureau Chief (406) 444-2895 kleonard2@mt.gov
Captives* SAO Contact	Kari Leonard Examinations Bureau Chief (406) 444-2895 kleonard2@mt.gov

Website Information

Related Website:	Montana Insurance Department
Statutes (Stat):	Insurance Code, Title 33
Annual Statement Checklists:	Annual Statement Checklists

*Please refer to page A-5 for additional discussion of captives.

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State - Montana

Admitted P/C Insurer

Opinion required	Stat 33-2-701 (1)(c)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 33-2-701 (1)
Actuary Qualifications <ul style="list-style-type: none"> • Meets basic education, experience, and continuing education requirements • Maintains an Accepted Actuarial Designation • Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 33-2-701 (1)(b)
Insurers must follow NAIC AnnStat Instructions	Stat 33-2-701 (1)(b)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts: Insurer must maintain adequate loss reserves	Stat 33-2-516 Stat 33-2-518
Discounting tabular: 4 percent interest; applicable only to WC indemnity and medical tabular reserves; not applicable to LAE	Stat 33-2-518 (3)
IBNR must be included (based on insurers' prior experience, Montana experience, or countrywide experience) Special Cases: Fidelity: At least 10 percent net premiums in force Surety: At least 5 percent net premiums in force	Stat 33-2-511 (2) Stat 33-2-518 (2)(b) Stat 33-2-518 (2)(b) Stat 33-2-518 (2)(b)
AOS Required	Stat 33-1-1402 (2)
Confidentiality or Other Information	Stat 33-1-1403
AOS Contact	Kari Leonard

State - Montana

Producer-Controlled Insurer

Opinion required if insurer is controlled as defined in Stat 33-2-1101 (2)	Stat 33-2-1512
Filing deadline: April 1	Stat 33-2-1512
Qualified Actuary is either: <ul style="list-style-type: none"> independent casualty actuary who is an Academy member in good standing, or other independent loss reserve specialist approved by Comm'r 	Stat 33-2-1512 Stat 33-2-1501 (2)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 33-2-1512

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 33-2-1501 (10)(a) (GWP \geq 5 percent PHS in any qtr or year)	Stat 33-2-1603 (2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 33-2-1501 (2)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 33-2-1603 (2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 33-2-1501 (16)) sets reserves	Stat 33-2-1707 (3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 33-2-1501 (2)
Scope of Opinion: Loss reserves; business produced by RM	Stat 33-2-1707 (3)

Foreign RRG

Opinion required	Stat 33-11-104 (2)(a)
Filing deadline: March 1	Insurance Department Policy
Qualified Actuary is either: <ul style="list-style-type: none"> Qualified loss reserve specialist per NAIC, or Academy member 	Stat 33-11-104 (2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 33-11-104 (2)(a)

Captive RRG

Opinion required	Stat 33-28-107 (4)(a)
NAIC AnnStat and SAO Instructions - may use GAAP	Stat 33-28-107 (4)(a)

State - Montana

Title Insurer

Opinion required	Stat 33-2-701 (1)(c)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 33-2-701 (1)
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 33-2-701 (1)(b)
Insurers must follow NAIC AnnStat Instructions	Stat 33-2-701 (1)(b)
Insurer must maintain adequate loss reserves	Stat 33-2-516 , Stat 33-2-518
Statutory premium reserve: Initially, 10 percent of written premium, released 5 percent per year for 20 years	Stat 33-2-517
IBNR must be included (based on insurers' prior experience, Montana experience, or countrywide experience)	Stat 33-2-511 (2) Stat 33-2-518 (2)(b)

SAO Exemptions

<ul style="list-style-type: none"> • Small companies: <ul style="list-style-type: none"> ▪ less than \$1 million D&A WP, and ▪ less than \$1 million total D&A loss and LAE reserves at year-end • Under supervision or conservatorship • Nature of business - submit to domiciliary Comm'r • Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption by December 1 	NAIC SAO Instr (1B)
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State - Nebraska

Contact Information

Director:	Eric Dunning
Regulatory Agency:	Nebraska Department of Insurance P.O. Box 95087 Lincoln, NE 68509-5087 (402) 471-2201
P/C SAO Contact:	Nguyen Thai Margaret Garrison Property & Casualty Life & Health Actuary (404) 471-4645 (402) 471-4631 margaret.garrison nguyen.thai@nebraska.gov
Captives* SAO Contact	Nguyen Thai Margaret Garrison Property & Casualty Life & Health Actuary (404) 471-4645 31 margaret.garrison nguyen.thai@nebraska.gov

Website Information

Related Website:	https://doi.nebraska.gov/index
Statutes (Stat):	Insurance Code, Chapter 44
Regulations (Reg):	Administrative Rules & Regulations, Title 210
Annual Statement Checklists:	State Filing Checklists

*Please refer to page A-5 for additional discussion of captives.

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State - Nebraska

Admitted P/C Insurer

Opinion required	Stat 44-7902 , Stat 44-322
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 44-322(1)
Actuary Qualifications <ul style="list-style-type: none"> Academy member and has met the AAA examination and experience requirements 	NAIC SAO Instr(1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 44-322(1)
Insurers must follow NAIC AnnStat Instructions	Stat 44-322(2)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Insurer must maintain reserves for all outstanding claims and 100 percent unearned premium	Stat 44-401
Discounting: Structured Settlements: Loss reserves shall be discounted if <ul style="list-style-type: none"> a complete settlement between the claimant and the insured or insurer has been agreed upon, all payments due to the claimant have not yet been made, and the payments are structured as an annuity 	Stat 44-401.01
AOS Required	Stat 44-7902
Confidentiality or Other Information	Stat 44-7903
AOS Contact	Nguyen Thai Margaret Garrison

State - Nebraska

Producer-Controlled Insurer

Opinion required if insurer is controlled	Stat 44-5704(4)
Filing deadline: April 1	Stat 44-5704(4)
Qualified Actuary is either: <ul style="list-style-type: none">• independent casualty actuary, or• other independent loss reserve specialist approved by Comm'r	Stat 44-5704(4)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 44-5704(4)

Managing General Agent (MGA)

Opinion required annually if MGA (defined in Stat 44-4902(5)) sets reserves; (GWP \geq 5 percent PHS last AnnStat)	Stat 44-4906(2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 44-4902(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 44-4906(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 44-5602(7)) sets reserves	Stat 44-5609(3)
Filing deadline: No provision	
Qualified Actuary: Independent Academy member in good standing	Stat 44-5602(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 44-5609(3)

Hospital-Medical Liability Risk-Loss Trust

Opinion required	Stat 44-2827.01(5)
Filing deadline: March 1	Stat 44-2827.01(5)
Qualified Actuary: Actuarial or loss reserve specialist	Stat 44-2827.01(5)
Scope of Opinion: Must reserve for occurrence coverage	Stat 44.2827.01(4)

State - Nebraska

Foreign Risk Retention Group (RRG)

Opinion required	Stat 44-4405(2a)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 44-4405(2a)
Scope of Opinion: Loss and LAE reserves	Stat 44-4405(2a)

Risk-Management Pool

Opinion required if reserves are discounted	Reg Ch 47 § 005
Filing deadline: No provision	
Qualified actuary is either: <ul style="list-style-type: none"> • FCAS/ACAS, member of Academy, and independent of the insurance company, or • with demonstrated experience and education to the Comm'r, independent of the insurance company, and with prior written approval of the Comm'r 	Reg Ch 47 § 003.05
Scope of Opinion: Opinions must provide assessment of: <ul style="list-style-type: none"> • adequacy of undiscounted reserve • appropriateness of interest rate (considering valuation basis of bonds, asset yields, and asset-liab matching) • liab-surplus ratio • appropriateness of payment projection (considering pool experience, other insurer experience (allowing for differences in coverage and limits), and reins recoverable) • contingent reins premiums • reserve-surplus ratio • any other relevant factors Opinion must describe formulas for discounting calculation, including any provision for adverse development	Reg Ch 47 § 005

State - Nebraska

Title Insurer

Opinion required	Stat 44-322 Stat 44-1988(5)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 44-322
Qualified Actuary: Academy member in good standing	Stat 44-1988(5)
Insurers must follow NAIC SAO Instructions	Stat 44-322(1)
Insurers must follow NAIC AnnStat Instructions	Stat 44-322(1)
Insurer must maintain reserves for all outstanding claims and 100 percent unearned premium	Stat 44-401
<p>Scope of opinion:</p> <p>All:</p> <p style="padding-left: 40px;">Loss and ALAE reserves – sufficient known claims reserve</p> <p style="padding-left: 40px;">Supplemental reserve – excess of loss and LAE reserve over known and unearned premium reserves</p> <p>Foreign:</p> <p style="padding-left: 40px;">Unearned premium reserve – follow domiciliary state</p> <p>Domestic:</p> <p style="padding-left: 40px;">Unearned premium reserve of 17 cents per \$1,000 net retained liability on each policy; 30 percent released in subsequent year, 15 percent in next year, 10 percent in next 2 years, 5 percent in next 2 years, 3 percent in next 2 years, 2 percent in next 7 years and 1 percent in next 5 years</p>	<p>Stat 44-1988(2) Stat 44-1988(4)</p> <p>Stat 44-1988(3)(a)</p> <p>Stat 44-1988(3)(b)</p>
<p>Discounting:</p> <p>Structured Settlements: Loss reserves shall be discounted if</p> <ul style="list-style-type: none"> • a complete settlement between the claimant and the insured or insurer has been agreed upon, • all payments due to the claimant have not yet been made, and • the payments are structured as an annuity 	Stat 44-401.01

State - Nebraska

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Nevada

Contact Information

Commissioner: [Ned Gaines](#)~~Scott J. Kipper~~

Regulatory Agency: Division of Insurance
State of Nevada
1818 East College Pkwy, Suite 103
Carson City, NV 89706
(775) 687-0700

P/C & Captives* SAO Contact: Gennady Stolyarov II, MAAA, FSA, ACAS, CPCU, ARe, ARC,
API, AIS, AIE, AIAF
Lead Actuary, Property and Casualty Insurance
(775) 687-0766
gstolyarov@doi.nv.gov

Website Information

Related Websites: <https://doi.nv.gov/>

Statutes (NRS): [Nevada Revised Statutes, Labor & Industrial Relations, Title 53, Insurance Code, Title 57](#)

Regulations (NAC): [Nevada Administrative Code](#)

Annual Statement Checklists: [Financial Statement Checklists](#)

*Please refer to page A-5 for additional discussion of captives.

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State - Nevada

Admitted P/C Insurer

Opinion required	NRS 680A.270 NRS 681B.200 - 681B.240 NAC 681B.275
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	NRS 680A.270(1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association Company employee permitted, disclose per Exhibit B 	NAIC SAO Instr (1A) NAIC SAO Instr (Exh B)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent by December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Commissioner within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	NRS 680A.270(1)(b)
Insurer must follow NAIC AnnStat Instructions and Accounting Practices and Procedures Manual, adopted by the NAIC	NRS 680A.270(1)(b)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts: Insurer must maintain adequate loss and LAE reserves	NRS 681B.050(1)
AOS Required	NAC 681B.280
Confidentiality or Other Information: Confidentiality of documents must be requested	NAC 681B.290 NRS 679B.285(2)
AOS Contact	Gennady Stolyarov II

State - Nevada

Group WC Self-Insurer

Opinion required	NRS 616B.404(2)(b)
Filing deadline: May 1 or within 120 days of the end of the fiscal year	NRS 616B.404(1)
Qualified actuary is either: <ul style="list-style-type: none"> Academy member, or specialist in loss reserves identified in AnnStat adopted by NAIC 	NRS 616B.404(2)(b)
Scope of Opinion: Actual claims and associated expenses; IBNR and associated expenses	NRS 616B.404(2)(b)

Risk Retention Group (RRG)

Opinion required	NRS 695E.160(1) NRS 695E.140(1)(a) NRS 694C.400(1) , as revised in Section 51 of SB86 (2019) NAC 681B.275 NAC 694C.210(4)(f)
Filing deadline: March 1 for submission with Annual Statement June 1 for submission with Audited Financial Statement	NRS 695E.140(1) (a) NRS 680A.270(1) NAC 681B.275 NRS 694C.400(3) NAC 694C.210(2)
Scope of Opinion: Loss and LAE reserves	NRS 695E.160(1) NAC 694C.210(4)(f)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in NAC 683A.450(3) (GWP \geq 5 percent PHS last AnnStat)	NAC 683A.540(2)
Filing deadline: No specific provision. Annual filing required if MGA establishes loss reserves	NAC 683A.540(2)
Qualified Actuary: Academy member in good standing	NAC 683A.450(1)
Scope of Opinion: Loss reserves; business produced by MGA	NAC 683A.540(2)

State - Nevada

Captive Insurer

Opinion required	NAC 694C.210(4)(f)
Filing deadline: June 30	NRS 694C.400(2) NAC 694C.210(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • Fellow of the CAS, or • Fellow of the SOA, or • Academy member in good standing, or • approved by Commissioner 	NAC 694C.210(4)(f)
Scope of Opinion: Loss and loss expense reserves	NAC 694C.210(4)(f)

Title Insurer

Opinion required	NRS 680A.270 NRS 681B.200 - 681B.240 NAC 681B.275
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	NRS 680A.270(1)
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee permitted, disclose per Exhibit B	NAIC SAO Instr (Exh B)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Commissioner within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	NRS 680A.270(1)(b)
Insurer must follow NAIC AnnStat Instructions and Accounting Practices and Procedures Manual, adopted by the NAIC	NRS 680A.270(1)(b)

State - Nevada

Title Insurer, continued

Insurer must maintain adequate loss and LAE reserves	NRS 681B.050(1)
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory unearned premium reserve domestic: Released 5 percent per year	NRS 692A.160

SAO Exemptions

<p>Size:</p> <p>For NAIC Annual Statements: “A domestic insurer that is not licensed or authorized to do business in any state other than this State is not required to file information from its annual statement with the National Association of Insurance Commissioners as required pursuant to subsection 2 if the written premium of the domestic insurer for the year is less than \$1,000,000.”</p> <p>For Audited Financial Statements: “...[T]he Commissioner will find that good cause exists for the exemption of an insurer from the requirements of NRS 680A.265 for the immediately preceding calendar year if, at the end of that year, the insurer has direct premiums written in this State in an amount which is less than \$1,000,000 and has less than 1,000 policyholders, certificate holders, enrollees, members or subscribers of directly written policies in the United States unless:</p> <ul style="list-style-type: none"> • The Commissioner makes a specific finding that compliance by that insurer is necessary for the Commissioner to carry out his or her statutory responsibilities; or • The insurer has assumed premiums pursuant to contracts or treaties of reinsurance in an amount of \$1,000,000 or more.” 	<p>NAC 680A.160(10)</p> <p>NAC 680A.172</p>
<ul style="list-style-type: none"> • Under supervision or conservatorship • Nature of business - submit to domiciliary Comm’r • Financial hardship - if cost of SAO exceeds either: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption by December 1 	<p>NAIC SAO Instr (1B)</p> <p>NAC 680A.160(7)(b)</p>

State – New Hampshire

Contact Information

Commissioner:	D. J. Bettencourt
Regulatory Agency:	New Hampshire Insurance Department 21 South Fruit Street, Suite 14 Concord, NH 03301 (603) 271-2261
P/C SAO Contact:	Edward “Ned” Cataldo Douglas Bartlett, CPA, CFE, CIE, CPCU, ARe Chief Financial Analyst, Director of Financial Regulation Division (603) 271- 4084 2879 Edward.J.CataldoJr@ins.nh.gov douglas.L.bartlett@ins.nh.gov

Website Information

Related Website:	https://www.nh.gov/insurance/
Statutes (Stat):	New Hampshire Statutes, Title XXXVII
Regulations (Reg INS):	New Hampshire Code of Administrative Rules, Chapters INS 900, 2400
Annual Statement Checklists:	https://www.insurance.nh.gov/companies/currently-licensed-companies/naic-company-filing-requirements

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State – New Hampshire

Admitted P/C Insurer

Opinion required	Stat 400-A:36-a(I) Reg INS 2402.03
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 400-A:36-a(I)
Actuary Qualifications <ul style="list-style-type: none"> • Meets basic education, experience, and continuing education requirements • Maintains an Accepted Actuarial Designation • Is a member of a professional actuarial association 	NAIC SAO Instr (1A) Reg INS 901.02
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm’r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 400-A:36-a(I)
Insurer must follow NAIC AnnStat Instructions	Stat 400-A:36-a(I)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4) Stat 416-A:11
AOS Required	Reg INS 2402.04
Confidentiality or Other Information	Reg INS 2402.06
AOS Contact	Patricia Gosselin

State – New Hampshire

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 402-G:3(I) Stat 402-G:3(IV)(a)
Filing deadline: April 1	Stat 402-G:3(IV)(a)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist acceptable to Comm'r 	Stat 402-G:3(IV)(a)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 402-G:3(IV)(a)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 402-E:1(III.) (GWP ≥ 5 percent PHS last AnnStat)	Stat 402-E:4(II)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 402-E:1(I)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 402-E:4(II)

Reinsurance-Intermediary Manager (RM)

Opinion required annually if RM (defined in Stat 402-F:1 (VII.)) sets reserves	Stat 402-F:8(III)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 402-F:1(I)
Scope of Opinion: Loss reserves; business produced by RM	Stat 402-F:8(III)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 405-A:3(II)(a)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist per NAIC criteria 	Stat 405-A:3(II)(a)
Scope of Opinion: Loss and LAE reserves	Stat 405-A:3(II)(a)

State – New Hampshire

Title Insurer

Opinion required	Stat 400-A:36-a(I)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 400-A:36-a(I)
Actuary Qualifications Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 400-A:36-a(I)
Insurer must follow NAIC AnnStat Instructions	Stat 400-A:36-a(I)
Title insurers must maintain loss and LAE reserves	Stat 416-A:11
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory premium reserve: Domestic: Initially, sum of <ul style="list-style-type: none"> unearned premium reserve on Sept. 10, 1971 and \$1 per policy and 15 cents per \$1,000 net retained liability on risks written after Sept. 10, 1971; released 10 percent per year, first five years and 3.33 percent per year thereafter; (for reinsurer) if substantially entire liability is reinsured, unearned premium reserve cannot be less than two-thirds of reserve required for ceding company 	Stat 416-A:10
Foreign: Must meet requirements for domestic company if domicile does not require substantially equivalent unearned premium reserve	Stat 416-A:9

State – New Hampshire

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – New Jersey

Contact Information

Acting Commissioner:	Justin Zimmerman
Regulatory Agency:	Department of Banking and Insurance 20 West State Street PO Box 325 Trenton, NJ 08625 (609) 292-7272
P/C and Title SAO Contact:	Paul Lupo Herbert Bibbero, ACAS Office of Solvency Regulation Assistant Actuary (609) 292-7272 940-7453 herbert.bibbero paul.lupo@dobi.nj.gov
Captives* SAO Contact:	Aileen Egan Office of Captive Insurance (609) 292-7272 aileen.egan@dobi.nj.gov

Website Information

Related Website:	http://www.state.nj.us/dobi/index.html
Statutes (Stat):	New Jersey Legislative Statutes
Regulations (Reg):	New Jersey Regulations, New Jersey Administrative Code, Title 11
Annual Statement Checklists:	Annual Statement Checklists

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*Please refer to page A-5 for additional discussion of captives.

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State – New Jersey

Admitted P/C Insurer

Opinion required	Reg 11:1-21.3(a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 17:23-1
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Affiliation Company employee permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg 11:1-21.3(b) Stat 17:23-1, 17:46B-55
Insurers must follow NAIC AnnStat Instructions	Stat 17:23-1, 17:46B-55
Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims, for which the insurer may be liable	Stat 17:17-18
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Actuarial report & workpapers Must file by May 1, for domestic companies filing an opinion	Reg 11:1-21.5
AOS Required	Reg 11:1-21.4
Confidentiality or Other Information	Reg 11:1-21.6
AOS Contact	Paul Lupo Richard Schlesinger

State – New Jersey

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 17:22D-3(a.-b)
Filing deadline: April 1	Stat 17:22D-3(e)
Qualified Actuary is either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by the Casualty Practice Council 	Stat 17:22D-3(e)
Scope of Opinion: Loss reserves including IBNR; business placed by producer; also satisfying Reg 11:1-21	Stat 17:22D-3(e)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 17:22C-1 (GWP ≥ 5 percent PHS last AnnStat)	Stat 17:22C-7(b)
Filing deadline: March 1	Stat 17:22C-7(b)
Qualified Actuary is either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by the Casualty Practice Council 	Stat 17:22C-7(b)
Scope of Opinion: Loss reserves; business produced by MGA; also satisfying Reg 11:1-21	Stat 17:22C-7(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in in Stat 17:22E-1) sets reserves	Stat 17:22E-16
Filing deadline: March 1	Stat 17:22C-7(b)
Qualified Actuary is either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by the Casualty Practice Council 	Stat 17:22E-16
Scope of Opinion: Loss reserves; business produced by RM; also satisfying Reg 11:1-21	Stat 17:22E-16

State – New Jersey

Foreign Risk Retention Group (RRG)

Opinion required	Stat 17:47A-4c(1)
Filing deadline: June 1	Reg 11:2-36.3(d)2
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or qualified per Comm'r 	Stat 17:47A-4c(1)
Scope of Opinion: Loss and LAE reserves	Stat 17:47A-4c(1)

Group Self-Insurer

Hosp WC: Opinion required annually Local gov't Opinion required annually Intertrust fund transfer Refund and interyear fund transfer School board Opinion required annually Intertrust fund transfer Refund and interyear fund transfer Non-profit corp & Keys Amendment facility Opinion required annually Intertrust fund transfer Refund and interyear fund transfer State College Opinion required annually Intertrust fund transfer Refund and interyear fund transfer	Reg 11:15-1.5(b) Reg 11:15-2.24(a)2 Reg 11:15-2.13(a)1 Reg 11:15-2.21(b), (c), (f) Reg 11:15-4.24(a)2 Reg 11:15-4.13(a)1 Reg 11:15-4.21(b), (f) Reg 11:15-6.23(a)2 Reg 11:15-6.13(a)1 Reg 11:15-6.20(b), (f) Reg 11:15-7.24(a)2 Reg 11:15-7.13(a)1 Reg 11:15-7.21(b), (f)
Filing deadline <ul style="list-style-type: none"> Hosp WC: Six months after end of group's fiscal year Local gov't: June 30 School board : December 31 Non-profit corp & Keys Amendment facility: April 1 State College: December 31 	Reg 11:15-1.5(a) Reg 11:15-2.24(a) Reg 11:15-4.24(a) Reg 11:15-6.23(a) Reg 11:15-7.24(a)

State – New Jersey

Group Self-Insured, continued

<p>Scope of opinion Hosp WC: Loss and expense reserves including IBNR</p>	<p>Reg 11:15-1.5(b)</p>
<p>Local gov't: Reserves for unpaid losses, claims, and unearned assessments Annual Intertrust fund transfer: Unpaid losses Refund and interyear fund transfer: Unpaid claim reserves, including IBNR, loss, and ALAE</p>	<p>Reg 11:15-2.24(a)2 Reg 11:15-2.13(a)1 Reg 11:15-2.21(b)-(h)</p>
<p>School boards: Reserves for unpaid losses, claims, and unearned assessments Annual Intertrust fund transfer: Unpaid losses Refund and interyear fund transfer: Unpaid claim reserves, including IBNR, loss, and ALAE</p>	<p>Reg 11:15-4.24(a)2 Reg 11:15-4.13(a)1 Reg 11:15-4.21(b)-(f)</p>
<p>Non-profit corp & Keys Amendment facility: Reserves for unpaid losses, claims, and unearned assessments Annual Intertrust fund transfer: Unpaid losses Refund and interyear fund transfer: Unpaid claim reserves, including IBNR, loss, and ALAE</p>	<p>Reg 11:15-6.23(a)2 Reg 11:15-6.13(a)1 Reg 11:15-6.20(b)-(f)</p>
<p>State College: Reserves for unpaid losses, claims, and unearned assessments Annual Intertrust fund transfer: Unpaid losses Refund and interyear fund transfer: Unpaid claim reserves, including IBNR, loss, and ALAE</p>	<p>Reg 11:15-7.24(a)2 Reg 11:15-7.13(a)1 Reg 11:15-7.21(b)-(f)</p>

State – New Jersey

Title Insurer

Opinion required	Stat 17:46B-55
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 17:46B-55
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Reg 11:1-21.3(b) Stat 17:23-1, 17:46B-55
Insurers must follow NAIC AnnStat Instructions	Stat 17:23-1, 17:46B-55
Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims, whether reported or unreported, for which the insurer may be liable	Stat 17:17-18
Scope of Opinion: Loss and loss expense reserves	Stat 17:46B-18
Title-statutory premium reserve domestic Initially, sum of <ul style="list-style-type: none"> unearned premium reserve on June 30, 1975 and \$1.50 per policy and 12.5 cents per \$1,000 net retained liability on risks written after June 30, 1975; released 5 percent per year for 20 years thereafter; (for reinsurer) if substantially entire liability is reinsured, unearned premium reserve cannot be less than reserve required for ceding company 	Stat 17:46B-14 Stat 17:46B-15
Actuarial report & workpapers Must file by May 1, for domestic companies filing an opinion	Reg 11.1-21.5

State – New Jersey

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – New Mexico

Contact Information

Superintendent of Insurance: Alice T. Kane

Regulatory Agency: Office of Superintendent of Insurance
1120 Paseo De Peralta
Santa Fe, New Mexico 87501-1689
(855) 427-5674

P/C and Title SAO Contact: Christian Myers
Chief Actuary
(505) 695-5198
christian.myers@osi.nm.gov

Website Information

Related Website: <https://www.osi.state.nm.us>

Statutes (Stat): [Insurance Code, Chapter 59A, Chapter 52](#)

Regulations (Reg): [New Mexico Administrative Code \(NMAC\) Title 13](#)

Annual Statement Checklists: [Yearend & Quarterly Filing Checklists](#)

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State – New Mexico

Admitted P/C Insurer

Opinion required	Stat 59A-5-29 Reg 13.2.9.8(A)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 59A-5-29
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	Reg 13.2.9.7(G)
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A) ¹
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	Reg 13.2.9.7(E)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r (Superintendent in NM) within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg 13.2.9.8(A)
Insurers must follow NAIC AnnStat Instructions	Stat 59A-5-29
Reserve amounts: Insurer must maintain adequate loss and LAE reserves	Stat 59A-8-8(B)
Scope of Opinion: Loss and LAE reserves <ul style="list-style-type: none"> Surplus lines – as authorized by NAIC Alien surplus lines – as required by domiciliary state Risk Retention Groups <ul style="list-style-type: none"> with NM Certificate of Authority, same as NM domestic insurer without Certificate of Authority, as required by domiciliary state 	NAIC SAO Instr (4) Stat 59A-14-4 Stat 59A-14-4 Stat 59A-55-4 Stat 59A-55-5
AOS Required	Reg 13.2.9.8(B)
Confidentiality or Other Information AOS, Actuarial Report, and work papers are confidential	Reg 13.2.9.9
AOS Contact	Christian Myers

¹When reviewing a Statement of Actuarial Opinion, the New Mexico Office of Superintendent of Insurance refers to pertinent NAIC instructions and guidance. In preparing a Statement of Actuarial Opinion, actuaries may do likewise. If an NAIC instruction or guidance conflicts with an express provision of New Mexico law, the latter prevails and must be followed.

State – New Mexico

Broker-Controlled Insurer

Opinion required if GWP placed by broker is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the broker and insurer work exclusively with each other	Stat 59A-12C-4(A)
Filing deadline: April 1	Stat 59A-12C-4(E)(1)
Qualified Actuary is either: <ul style="list-style-type: none">• independent casualty actuary, or• other independent loss reserve specialist approved by Superintendent	Stat 59A-12C-4(E)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 59A-12C-4(E)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 59A-12B-2(C) (GWP ≥ 5 percent PHS last AnnStat)	Stat 59A-12B-5(B)
Filing Deadline: No due date is listed in the Statutes	
Qualified Actuary: Academy member in good standing	Stat 59A-12B-2(A)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 59A-12B-5(B)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 59A-12(D)-2(G)) sets reserves	Stat 59A-12D-9(C)
Filing Deadline: No due date is listed in the Statutes	
Qualified Actuary: Academy member in good standing	Stat 59A-12D-2(A)
Scope of Opinion: Loss reserves; business produced by RM	Stat 59A-12D-9(C)

State – New Mexico

Group Self-Insured (WC)

Opinion required	Stat 52-6-12(A)
Filing Deadline: Last day of the 6 th month after the end of the fiscal year	Stat 52-6-12(A)
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member, or Qualified loss reserve specialist as defined in AnnStat adopted by NAIC 	Stat 52-6-12(A)
Scope of Opinion: Known claims and associated expenses; IBNR and associated expenses	Stat 52-6-12(A)

Title Insurer

Opinion required	Stat 59A-5-29, Stat 59A-30-14
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 59A-5-29
Actuary Qualifications either <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	Reg 13.2.9.7(E)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r (Superintendent in NM) within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 59A-5-29 Reg 13.2.9.8(A)
Insurers must follow NAIC AnnStat Instructions	Stat 59A-5-29
Reserve amounts: Insurer must maintain adequate loss and LAE reserves	Stat 59A-8-8(B) Stat 59A-30-10
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title Stat 59A-30-10

State – New Mexico

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r (Superintendent in NM)• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1• Request for exemption must be made in writing to New Mexico superintendent before December 31	<p>NAIC SAO Instr (1B)</p> <p>Reg 13.2.9.8(A)</p>
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State – New York

Contact Information

Acting Superintendent: Kaitlin Asrow~~Adrienne A. Harris~~

~~Executive Deputy Superintendent:~~ ~~Bhavna Agnihotri~~

Department of Financial Services: New York State Department of Financial Services
1 State Street
New York, NY 10004
(212) 837-7320

P/C SAO Contact: Ni Qin
Chief Actuary
(212) 480-5060
ni.qin@dfs.ny.gov

Title SAO Contact: Bruno Bailo
Principal Insurance Examiner
bruno.bailo@dfs.ny.gov

Captives* SAO Contact: Michael Campanelli
Supervising Attorney
(212) 480-5290
michael.campanelli@dfs.ny.gov

Website Information

Related Website: <http://www.dfs.ny.gov>

Statutes (Stat): [Consolidated Laws, Chapter 28, Insurance Law](#)

Regulations (Part): [New York Administrative Code, Title 11](#)

Circular Letters (CL): [Circular Letter No. 5 \(1994\)](#)

Annual Statement Checklists: [Annual Statement and Supplement Filing Instructions](#)

*Please refer to page A-5 for additional discussion of captives.

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State – New York

Admitted P/C Insurer

Opinion required	Part 111.2(a)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Part 111.2(a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Affiliation Company employee permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Independent loss reserve specialist Independent opinion required when 2 of 3 ratios from last AnnStat fall outside acceptable range: <ul style="list-style-type: none"> 1 year reserve development to surplus ≥ 25 percent; 2 year reserve development to surplus ≥ 25 percent; current reserve deficiency to surplus ≥ 25 percent Actuary must be independent of insurer and either: <ul style="list-style-type: none"> CAS member, or approved by Superintendent 	Stat 4117(g)(1) Stat 4117(g)(2)
Insurers must follow NAIC SAO Instructions	Part 111.2(a)
Insurers must follow NAIC AnnStat Instructions	Part 111.2(a)

State – New York

Admitted P/C Insurer, continued

<p>Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims incurred on or prior to the statement date, whether reported or unreported, that are unpaid and for which the insurer may be liable.</p> <ul style="list-style-type: none"> • A company's reserves must include amounts due or to become due for all loss and LAE incurred but not paid, including IBNR, estimated in accordance with prior experience, if any; otherwise, estimated in accordance with experience of similar companies under similar contracts. • Whenever it is in the judgment of the Superintendent that a company's reserves, calculated in accordance with the provisions of Stat 4117, are inadequate or excessive, he may prescribe any other basis that will produce adequate and reasonable reserves. 	<p>Stat 1303</p> <p>Stat 4117(b)(1) & (2)</p> <p>Stat 4117(e)</p>
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
<p>Discounting WC: Maximum discount rate is 5 percent per annum on case basis pure loss reserves; may not discount IBNR or LAE reserves</p>	Stat 4117(d)
<p>Reinsurance recoverable</p> <p>Reinsurance recoverable by a ceding insurer:</p> <ul style="list-style-type: none"> • from authorized reinsurer, in full; • from accredited reinsurer, to the extent allowed by the Superintendent on the basis of the insurer's compliance with the conditions of any applicable regulation; or • from certified reinsurer, to the extent allowed by the Superintendent on the basis of the reinsurer's Secure financial strength rating from an approved rating agency and amount of funds withheld/collateral; or • from other reinsurers, to the extent funds under control of ceding insurer. Superintendent may by regulation prescribe the conditions under which a ceding insurer may be allowed credit, as an asset or as a deduction from loss and unearned premium reserves, for reinsurance recoverable from an accredited reinsurer or an insurer not authorized in this state <p>Reinsurer must be liable, regardless of solvency of ceding insurer</p> <p>No domestic or alien insurer may, during any period of 12 consecutive months, cede an amount of its insurance on which the total gross reinsurance premium is > 50 percent of the unearned premiums on the net amount of its insurance in force during that period</p>	<p>Stat 1301(a)(9)</p> <p>Part 125.4 (h)(1) & (2)</p> <p>Stat 1308(a)(2)(A) & (B)</p> <p>Stat 1308(a)(2)(A) & (B)</p>

State – New York

Admitted P/C Insurer, continued

Reports required to be made by independent actuary shall be kept confidential	Stat 4117(g)(4)
Salvage and Subrogation Reserves may be stated net of anticipated salvage and subrogation	NAIC Sched P Instructions
IBNR Use company's prior experience, if any; otherwise, use experience of similar companies under similar contracts Fidelity: At least 10 percent net premiums in force Surety: At least 5 percent net premiums in force	Stat 4117(b)(2)
Special Disability Fund No carrier may assume liability for which it holds reserves beyond those permitted by the Superintendent	Part 151-4.1
AOS Required	Part 111.2(b)(1)
Confidentiality or Other Information Insurers can request confidentiality	New York Public Officers Law 87(2)(d)
AOS Contact	Hau Michael Ying

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Part 80-2.2
Filing deadline: If insurer files only one opinion, it must be received by March 1 and conform to Part 80-2.2. If an additional opinion is filed, the deadline is April 1	Part 80-2.2(c)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> independent casualty actuary and Academy member in active practice, or other independent loss reserve specialist approved by Superintendent 	Part 80-2.2(c)(1)
Scope of Opinion: Loss and LAE reserves for each AnnStat line of business; business placed by producer	Part 80-2.2(c)(1)

State – New York

Foreign Risk Retention Group (RRG)

Opinion required	Stat 5904(b)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> Academy member in good standing, or qualified loss reserve specialist under criteria established by the NAIC 	Stat 5904(b)(1)

Title Insurer

Opinion required	Stat 307 ; NAIC SAO Instr Title
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 307(a)(1)
Actuary Qualifications Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee permitted, except as noted in “Qualifications”	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Independent loss reserve specialist Independent opinion required when 2 of 3 ratios from last AnnStat fall outside acceptable range: <ul style="list-style-type: none"> 1 year reserve development to surplus ≥ 25 percent; 2 year reserve development to surplus ≥ 25 percent; current reserve deficiency to surplus ≥ 25 percent Actuary must be independent of insurer and either: <ul style="list-style-type: none"> CAS member, or Approved by Superintendent 	Stat 4117(g)(1) Stat 4117(g)(2)
Insurers must follow NAIC SAO Instructions	Stat 307(a)(2)
Insurers must follow NAIC AnnStat Instructions	Stat 307(a)(2)

State – New York

Title Insurer, continued

<p>Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims incurred on or prior to the statement date, whether reported or unreported, that are unpaid and for which the insurer may be liable.</p> <ul style="list-style-type: none"> • A company's reserves must include amounts due or to become due for all loss and LAE incurred but not paid, including IBNR, estimated in accordance with prior experience, if any; otherwise, estimated in accordance with experience of similar companies under similar contracts. • Whenever it is in the judgment of the Superintendent that a company's reserves, calculated in accordance with the provisions of Stat 4117, are inadequate or excessive, he may prescribe any other basis that will produce adequate and reasonable reserves. 	<p>Stat 1303</p> <p>Stat 4117(b)(1) & (2)</p> <p>Stat 4117(e)</p>
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
<p>Statutory premium reserve: On risks written after Jan. 1, 1986, sum of</p> <ul style="list-style-type: none"> • \$1.50 per policy plus 1/80th of 1 percent of face amount and • 3 percent of gross fees and premium not included in (1); released 5 percent per year until entire amount added has been released 	<p>Stat 6405(a)(2)</p>
<p>Reinsurance recoverable</p> <p>Reinsurance recoverable by a ceding insurer:</p> <ul style="list-style-type: none"> • from authorized reinsurer, in full; • from accredited reinsurer, to the extent allowed by the Superintendent on the basis of the insurer's compliance with the conditions of any applicable regulation; or • from certified reinsurer, to the extent allowed by the Superintendent on the basis of the reinsurer's Secure financial strength rating from an approved rating agency and amount of funds withheld/collateral; or • from other reinsurers, to the extent funds under control of ceding insurer. Superintendent may by regulation prescribe the conditions under which a ceding insurer may be allowed credit, as an asset or as a deduction from loss and unearned premium reserves, for reinsurance recoverable from an accredited reinsurer or an insurer not authorized in this state <p>Reinsurer must be liable, regardless of solvency of ceding insurer</p> <p>No domestic or alien insurer may, during any period of 12 consecutive months, cede an amount of its insurance on which the total gross reinsurance premium is > 50 percent of the unearned premiums on the net amount of its insurance in force during that period</p>	<p>Stat 1301(a)(9)</p> <p>Part 125.4 (h)(1) & (2)</p> <p>Stat 1308(a)(2)(A) & (B)</p> <p>Stat 1308(e)(1)(A) & (B)</p>

State – New York

Title Insurer, continued

Reports required to be made by independent actuary shall be kept confidential	Stat 4117(g)(4)
Salvage and Subrogation Reserves may be stated net of anticipated salvage and subrogation	NAIC Sched P Instructions
IBNR Use company's prior experience, if any; otherwise, use experience of similar companies under similar contracts Fidelity: At least 10 percent net premiums in force Surety: At least 5 percent net premiums in force	Stat 4117(b)(2)
Special Disability Fund No carrier may assume liability for which it holds reserves beyond those permitted by the Superintendent	Part 151-4.1

SAO Exemptions

<ul style="list-style-type: none"> • Small companies: <ul style="list-style-type: none"> ▪ less than \$1 million D&A WP, and ▪ less than \$1 million total D&A loss and LAE reserves at year-end • Under supervision or conservatorship • Nature of business - submit to domiciliary Comm'r • Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption at least 30 days before due date 	Part 111.3(a)&(b)
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State – North Carolina

Contact Information

Commissioner:	Mike Causey
Regulatory Agency:	North Carolina Department of Insurance 1201 Mail Service Center Raleigh, NC 27699-1201 1 (855) 408-1212
P/C SAO Contact:	David Yetter Richard Kohan, MAAA, FCAS Associate P&C Chief Actuary (919) 807-6645 David.Yetter@ncdoi.gov richard.kohan@ncdoi.gov
Captives (Including Domestic RRGs)* SAO Contact:	Lori Gorman, CPA Deputy Commissioner (919) 807-6172 lori.gorman@ncdoi.gov

Website Information

Related Website:	www.ncdoi.gov/
Statutes (Stat):	Insurance Code, Chapters 58 & 97
Regulations (Reg):	Insurance Dept., Title 11
Bulletins:	Insurance Dept. Bulletins
Annual Statement Checklists:	Annual Statement Checklists for P&C and Title Risk Retention Groups and Captive Insurers Filing Requirements

*Please refer to page A-5 for additional discussion of captives.

State – North Carolina

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State – North Carolina

Admitted P/C Insurer

Opinion required	Stat 58-10-150
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign or Alien: No
Filing deadline: March 1	Stat 58-2-165(a)
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • approved by Comm'r (insurer must request by December 1) • Company employee permitted except as noted 	Stat 58-2-171 Directive 90-11 3
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 58-10-150
Insurers must follow NAIC AnnStat Instructions	Stat 58-2-165(c)
Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 58-3-81(b)(1) Stat 58-3-75
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Minimum reserves – WC Apply the appropriate pension table or other method approved by NAIC, whichever is greater	Stat 58-3-81(c)
Subrogation and Salvage If company is impaired or insolvent, cannot recognize anticipated salvage and subrogation (not applicable to title or mortgage guaranty)	11 NCAC 11C.0132 Expired Eff. January 1, 2016
Premium Deficiency Reserves (PDR) Minimum requirements for PDRs set forth. No reduction for anticipated investment income	Stat 58-3-72
Stay of deadlines in event of emergency In the event of an emergency, the Comm'r has the authority to stay the application of any deadlines or deemer provisions	Stat 58-2-47

State – North Carolina

Admitted P/C Insurer, continued

AOS Required	Stat 58-10-155
Confidentiality or Other Information	Stat 58-10-175 Stat 58-10-415(c2)
AOS Contact	David Yetter Richard Kohan 919-807- 6645 david.yetter@ncdoi.gov richard.kohan@ncdoi.gov
AOS Contact (Domestic RRGs only)	Lori Gorman 919-807-6172 lori.gorman@ncdoi.gov

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in most recent AnnStat or in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 58-3-165(d) Stat 58-3-165(g)
Filing deadline: April 1	Stat 58-3-165(g)
Qualified Actuary is either: (a) independent casualty actuary, or (b) other independent loss reserve specialist approved by Comm'r	Stat 58-3-165(g)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 58-3-165(g)

Managing General Agent (MGA)

Opinion required with Annual Statement if MGA establishes loss reserves for an insurer and is an MGA as defined in Stat 58-34-2(a)(3) (GWP ≥ 5 percent PHS last AnnStat)	Stat 58-34-2(f)
Filing deadline: Same as NAIC SAO	Stat 58-34-2(f)
Qualified Actuary: Qualified per NAIC SAO Instr	Stat 58-34-2(a)(4)
Scope of Opinion: Loss reserves; business produced by MGA; same form as AnnStat	Stat 58-34-2(f)

State – North Carolina

Reinsurance Manager (RM)

Opinion required annually if RM (defined in Stat 58-9-2(a)(6)) establishes reserves	Stat 58-9-21(b)
Filing deadline: No provision	
Qualified Actuary: Qualified per NAIC SAO Instr	Stat 58-9-2(a)(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 58-9-21(b)

WC Self-Insurer

Opinion required	Self-Insured employers: Stat 97-180(b) WC SI funds: Stat 58-47-75(b)
Filing deadline: 120 days after end of fiscal year for self-insured employers; March 1 for funds	Stat 97-180(b) Stat 58-2-165(a)
Qualified Actuary is either: <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council 	Stat 58-47-60(11) Stat 97-165(9)
Scope of Opinion: Loss and loss expense reserves for each state, net of qualifying credits, including excess insurance	Stat 97-180(b) Stat 58-47-75(b)
Report: Annual report on opinion submitted within 120 days of end of fiscal year	Stat 97-180(b)

Foreign Risk Retention Group (RRG)

Opinion required with annual financial statement	Stat 58-22-20(2)a
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 58-22-20(2)a
Scope of Opinion: Loss and LAE reserves	Stat 58-22-20(2)a

State – North Carolina

Domestic Risk Retention Group (RRG)

Opinion required	Stat 58-22-15(a) Stat 58-10-340(37) Stat 58-10-150
Filing deadline: March 1	Stat 58-22-15(a) Stat 58-10-340(37) Stat 58-2-165(a)
Qualified Actuary has qualifications commensurate with the degree of complexity of the actuarial principles applicable to the Opinion	Stat 58-22-15(a) Stat 58-10-340(37) Stat 58-2-171
Scope of Opinion: Loss and LAE reserves	Stat 58-22-15(a) Stat 58-10-340(37) Stat 58-2-165(c) Stat 58-3-81(b)(1) and (2)

Captive Insurer

Opinion required	Stat 58-10-415(e) Stat 58-10-580(d)
Filing deadline: June 30	Stat 58-10-415(a)
Qualified Actuary: The individual who prepares the SAO shall be a Fellow of the CAS, a member in good standing of the Academy, or an individual who has demonstrated competence in loss reserve evaluation to the Comm'r.	Stat 58-10-415(e)
Scope of Opinion: Loss and loss expense reserves	Stat 58-10-415(e) Stat 58-10-580(d)

Title Insurer

Opinion required Per Stat 58-26-10 and Stat 58-26-25 [Note that 58-26-25 was revised effective October 1, 2018]	Stat 58-10-150 Stat 58-27-15
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign or Alien: No
Filing deadline: March 1	Stat 58-27-15

State – North Carolina

Title Insurer, continued

<p>Actuary</p> <p>Qualifications either</p> <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
<p>Appointment</p> <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
<p>Change of Actuary</p> <p>Company must:</p> <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 58-10-150
Insurers must follow NAIC AnnStat Instructions	Stat 58-2-165(c)
<p>Reserve amounts:</p> <p>Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims for which the insurer may be liable</p>	Stat 58-3-81(b)(1) Stat 58-3-75 Stat 58-26-25(e)
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
<p>Statutory premium reserve domestic:</p> <p>Initially, from most recent AnnStat, 0.17 per \$1000 of net retained liability of DWP and premiums for reins assumed less premiums for reins ceded; released over 20 years as follows: in the year following the year that the policy was effective, 30%; in the next year, 15%; in the next two years, 10% each year; in the next two years 5% each year; in the next two years, 3% each year; in the next seven years, 2% each year; in the next five years, 1% each year</p>	Stat 58-26-25 [revised effective October 1, 2018]
<p>Subrogation and Salvage</p> <p>If company is impaired or insolvent, cannot recognize anticipated salvage and subrogation (not applicable to title or mortgage guaranty)</p>	11 NCAC 11C.0132 Expired Eff. January 1, 2016
<p>Premium Deficiency Reserves (PDR)</p> <p>Minimum requirements for PDRs set forth.</p> <p>No reduction for anticipated investment income</p>	Stat 58-3-72
<p>Stay of deadlines in event of emergency</p> <p>In the event of an emergency, the Comm'r has the authority to stay the application of any deadlines or deemer provisions</p>	Stat 58-2-47

State – North Carolina

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	Stat 58-10-150 NAIC SAO Instr (1B)
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State – North Carolina

Bulletins

North Carolina Miscellaneous Regulatory Material **INSURANCE DEPARTMENT DIRECTIVES**

90-11 Statement of actuarial opinion

... 2. The Opinion must be filed by all insurers authorized to write property or casualty insurance in North Carolina. ...

3. The Opinion must now be signed by a “qualified actuary,” as opposed to the former requirement of signing by a “qualified loss reserve specialist.” “Qualified actuary” is defined within the Instructions. Note that North Carolina domestic insurers will only be permitted to utilize a “qualified actuary” as determined by Item 12. (2) (a), “A member in good standing of the Casualty Actuarial Society”; or by Item 12. (2) (c), a person who “has competency in loss reserve evaluations demonstrated to the satisfaction of the insurance regulatory official of [the] domiciliary state”. Requests by North Carolina domestic insurers that wish to qualify an individual under Item 12. (2) (c) must be made in writing and must be received by December 1 in accordance with the Instructions. ...

All North Carolina domestic insurers must comply with the Instructions as they apply to the Opinion. In addition, all other insurers authorized to do business in North Carolina must comply with the Instructions as they apply to the Opinion.

State – North Dakota

Contact Information

Commissioner: Jon Godfread

Regulatory Agency: North Dakota Insurance Department
600 E. Boulevard Avenue, 5th Floor
Bismarck, ND 58505-0320
(701) 328-2440

P/C SAO Contact: Mike Andring
P/C Actuary
(701) 328-4937
mandring@nd.gov

Website Information

Related Website: [North Dakota Insurance Department](#)

Statutes (Stat): [Insurance Code, Title 26.1](#)

Regulations (Reg): [Administrative Code, Title 45](#)

Bulletins (Bull): <https://www.nd.gov/ndins/Compliance/Bulletins/>

Annual Statement Checklists: [Filing Requirements for Licensed Companies | North Dakota Insurance Department \(nd.gov\)](#)

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State – North Dakota

Admitted P/C Insurer

Opinion required	Reg 45-03-19.1-01
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 26.1-03-11.1(1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurer must follow NAIC SAO Instructions	Reg 45-03-15-01 Reg 45-03-19.1-01
Insurer must follow NAIC AnnStat Instructions	Reg 45-03-15-01 Reg 45-03-19.1-01
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4)
Minimum reserves for medical malpractice 70 percent of earned premiums for latest eight years, less loss and LAE payments made	Stat 26.1-14-09
AOS Required	Reg 45-03-19.1-01
Confidentiality or Other Information	Stat 26.1-03-11.3
AOS Contact	Matt Fischer

State – North Dakota

Broker-Controlled Insurer

Opinion required if GWP placed by broker is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the broker and insurer work exclusively with each other	Stat 26.1-26.5-03(1), (4)
Filing deadline: April 1	Stat 26.1-26.5-03(4)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 26.1-26.5-03(4)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 26.1-26.5-03(4)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 26.1-26.3-01(3) and Bull 2003-2	Stat 26.1-26.3-04(2)
SAO exemption – MGA adjusts claims below \$10,000	Bull 2003-2
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 26.1-26.3-01(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 26.1-26.3-04(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 26.1-31.1-01(8)) sets reserves	Stat 26.1-31.1-08(3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 26.1-31.1-01(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 26.1-31.1-08(3)

Foreign Risk Retention Group (RRG)

Opinion required if group has at least 26 resident members or insureds	Reg 45-05-05-02(4)
Filing deadline: March 1	Reg 45-05-05-02(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist per NAIC 	Reg 45-05-05-02(1)
Scope of Opinion: Loss and LAE reserves	Reg 45-05-05-02(1)

State – North Dakota

Title Insurer

Opinion required Reg 45-13-01 – casualty insurance includes title insurance Title Insurers Annual Statement Checklist	Stat 26.1-03-11.1(1)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 26.1-03-11.1(1)
Actuary Qualifications Either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Affiliation Company employee: Permitted, except as noted in “Qualifications”	NAIC SAO Instr (1) Title
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm’r within 5 days provide separate letter within 10 days concerning disagreements 	
Insurers must follow NAIC SAO Instructions	Reg 45-03-15-01 Reg 45-03-19.1-01
Insurers must follow AnnStat Instructions	Reg 45-03-15-01 Reg 45-03-19.1-01
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

State – North Dakota

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1• MGA – adjusts claims below \$10,000	<p>NAIC SAO Instr (1B)</p> <p>Bull 2003-2</p>
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State – Ohio

Contact Information

Director:	Judith French
Regulatory Agency:	Ohio Department of Insurance 50 West Town St., Ste. 300, 3rd Floor Columbus, OH 43215 (614) 644-2658
P/C SAO Contact:	Brad Schroer (614) 728-1860 bradley.schroer@insurance.ohio.gov
Title SAO Contact:	Thomas Botsko, ACAS, MAAA Chief P&C Actuary (614) 387-2819 thomas.botsko@insurance.ohio.gov
Captives* SAO Contact:	Tracy Snow Chief of Captive Insurance (614) 728-1263 tracy.snow@insurance.ohio.gov

Website Information

Related Website:	www.insurance.ohio.gov
Statutes (Stat):	Insurance Code, Title XXXIX
Regulations (Reg):	Ohio Administrative Code, Title 3901
Annual Statement Checklists:	Insurers Annual Filing Requirements

*Please refer to page A-5 for additional discussion of captives.

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State – Ohio

Admitted P/C Insurer

Opinion required	Stat 3901.42(B) Stat 3901.77
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 3901.42(B)
Actuary Qualifications <ul style="list-style-type: none"> Academy member and meet the requirements in the NAIC P&C statement instructions Company employee permitted except as noted below 	NAIC SAO Instr (1A) Stat 3903.77(H)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurer must follow NAIC SAO Instructions	Stat 3901.77(A)
Insurer must follow NAIC AnnStat Instructions Regulation was updated on 11/24/2024	Stat 3901.77(A) Reg 3901-3-18
Insurer must maintain reserves estimated to be sufficient to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 3929.012(A)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Discounting – No med prof liab discounting allowed	SSAP 65, paragraph 10
Subrogation and Salvage: Insurer must follow NAIC AnnStat instructions Regulation was updated on 11/24/2024	Stat 3901.77(A) Reg 3901-3-18
Special Purpose Financial Captive: Upon the captive's request, alternative reserve methodologies may be allowed by the superintendent. The superintendent can require (at the superintendent's option) the "affirmation of an independent qualified actuary that the alternative methodology is compliant with paragraph (E) of this" regulation Regulation was updated on 11/24/2024	Stat 3964.03(E) Reg 3901-11-05
AOS Required	Stat 3903.77(A)
Confidentiality or Other Information	Stat 3903.77(E)-(G)
AOS Contact	Brad Schroer

State – Ohio

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other and the producer receives no compensation based upon the amount of premiums written	Stat 3905.63(A) Stat 3905.63(B)
Filing deadline: April 1	Stat 3905.63(A)(3)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 3905.63(A)(3)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 3905.63(A)(3)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 3905.71 (D) (GWP ≥ 5 percent PHS last AnnStat)	Stat 3905.74(B)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 3905.71(A)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 3905.74(B)

Reinsurance-Intermediary Manager (RM)

Opinion required annually if RM (defined in Reg 3901-3-09 (C) (6)) sets reserves	Reg 3901-3-09(F)(15)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Reg 3901-3-09(F)(15)
Scope of Opinion: Loss reserves; business produced by RM	Reg 3901-3-09(F)(15)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 3960.03(B)(1)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist per NAIC 	Stat 3960.03(B)(1)
Scope of Opinion: Loss and LAE reserves	Stat 3960.03(B)(1)

State – Ohio

Captive Insurer

Opinion required Regulation was updated on 11/24/2024	Stat 3964.07(B)(1) Reg 3901-11-03(I)
Qualified Actuary: Academy member and be qualified according to the Academy's U.S. Qualification standards Regulation was updated on 11/24/2024	Stat 3964.01(F) Reg 3901-11-03(I)(1)
Scope of Opinion: Loss and LAE reserves; Due March 1st	Stat 3964.07(B)(1) Stat 3964.07(A)

Title Insurer

Opinion required	Stat 3901.42(B)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 3901.42(B)
Qualified Actuary is either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title Stat 3901.42
Insurer must follow NAIC SAO Instructions	Stat 3901.77(A)
Insurer must follow NAIC AnnStat Instructions Regulation was updated on 11/24/2024	Stat 3901.77(A) Reg 3901-3-18
Insurer must maintain reserves estimated to be sufficient to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 3929.012(A)
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory premium reserve: Initially, sum of <ul style="list-style-type: none"> unearned premium reserve on Dec. 31, 1967 and 10 percent of premium on risks written after Dec. 31, 1967; released 5 percent per year for 20 years thereafter 	Stat 3953.11
Subrogation and Salvage Insurer must follow NAIC AnnStat instructions Regulation was updated on 11/24/2024	Stat 3901.77(A) Reg 3901-3-18

State – Ohio

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – Oklahoma

Contact Information

Commissioner: Glen Mulready

Regulatory Agency: Oklahoma Insurance Department
400 NE 50th Street
Oklahoma City, OK 73105
(405) 521-2828

P/C & Captives* SAO Contact: Andy Schallhorn, MAAA, ASA
Deputy Commissioner of Financial Regulation and Chief Actuary
(405) 522-4969
Andrew.schallhorn@oid.ok.gov

Website Information

Related Website: <https://www.oid.ok.gov/>

Statutes (Stat): [Insurance Code, Title 36](#)

Regulations (Reg): [Oklahoma Administrative Code](#)

Annual Statement Checklists: [Annual Statement Checklists](#)

*Please refer to page A-5 for additional discussion of captives.

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State – Oklahoma

Admitted P/C Insurer

Opinion required	36 O.S. §1125
Original Signature (Handwritten on Paper) Required for SAO	No, Reg §365:1-1-7
Filing deadline: March 1	36 O.S. §311(A)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurer must follow NAIC SAO Instructions	36 O.S. §1125
Insurer must follow NAIC AnnStat Instructions	36 O.S. §311(A)(3)
Reserve amounts: Insurer must maintain adequate loss reserves Med prof liab (domestic) - On July 1, 2004, moratorium granted on maintenance of adequate reserves until December 31, 2008	36 O.S. §1509(B) 36 O.S. §1509(F)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Discounting: Other - Discounting only allowed for WC and med prof liab (Hosp and physician professional liab) written on an occurrence basis. WC carriers may use a rate of 4 percent for disability and death claims. Interest rate shall not exceed the insurer's average yield on invested assets for the year, less one percent (1%)	36 O.S. §1509(C)(1)
AOS Required	36 O.S. §1125
Confidentiality or Other Information	36 O.S. §1126
AOS Contact	Andy Schallhorn

State – Oklahoma

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	36 O.S. §1674(A) 36 O.S. §1674(D)(1)
Filing deadline: April 1	36 O.S. §1674(D)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	36 O.S. §1674(D)(1)
Scope of Opinion: Loss ratios and loss reserves including IBNR; business placed by producer	36 O.S. §1674(D)(1)

Reinsurance-Intermediary Manager (RM)

Opinion required annually if RM (defined in 36 O.S. §5102 (7)) sets reserves	36 O.S. §5109(C)
Qualified Actuary: Academy member in good standing	36 O.S. §5102(1)
Scope of Opinion: Loss reserves; business produced by RM	36 O.S. §5109(C)

Foreign Risk Retention Group (RRG)

Opinion required	36 O.S. §6455(B)(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist per NAIC 	36 O.S. §6455(B)(1)
Scope of Opinion: Loss and LAE reserves	36 O.S. §6455(B)(1)

Discounted Med Prof Liability (Occurrence)

Opinion required	36 O.S. §1509(C)(1)
Filing deadline: April 1	36 O.S. §1509(C)(2)
Qualified Actuary is independent actuary and either: <ul style="list-style-type: none"> • Academy member, or • CAS member 	36 O.S. §1509(C)(2)
Scope of Opinion: Must provide assessments of: <ul style="list-style-type: none"> • Adequacy of reserves • Appropriateness of payout patterns • Appropriateness of interest rates • Adequacy of insurer's rates Shall consider quality and liquidity of insurer's assets, insurer's reinsurance program	36 O.S. §1509(C)(1)

State – Oklahoma

Discounted Med Prof Liability, continued

Interest Rate Limitation: The interest rate used to compute the discounted reserves cannot exceed the insurer's average yield on invested assets for the year, less one percent (1%).	36 O.S. §1509(C)(1)
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Captive Insurer

Opinion required for a sponsored captive insurance company and a captive reinsurance company (defined in 36 O.S. §6470.2(9),(29))	36 O.S. §6470.12(B)
Filing deadline: March 1	36 O.S. §6470.11(B)
Qualified Actuary: Independent actuary	36 O.S. §6470.12(B)
Scope of opinion: Sponsored and special purpose captive and any captive insurer: Loss and LAE reserves	36 O.S. §6470.12(B)
Discounting: A sponsored captive insurance company and a special purpose captive company may discount using Treasury rates with Commissioner approval	36 O.S. §6470.12(A)

Title Insurer

Opinion required	36 O.S. §1125 36 O.S. §5005
Original Signature (Handwritten on Paper) Required for SAO	No, Reg §365:1-1-7
Filing deadline: Before March 1	36 O.S. §311(A)
Qualified Actuary is either: <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Insurer must follow NAIC SAO Instructions	36 O.S. §311(A)(3) 36 O.S. §1125
Insurer must follow NAIC AnnStat Instructions	36 O.S. §311(A) 36 O.S. §1125
Insurer must maintain adequate loss reserves	36 O.S. §1509(B)
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory premium reserve: see statute	36 O.S. § 5007

State – Oklahoma

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – Oregon

Contact Information

<u>Interim</u> Commissioner:	<u>TK Keen</u> Andrew Stolfi
Regulatory Agency:	Oregon Division of Financial Regulation 350 Winter Street, NE Room 440 Salem, OR 97301 or PO Box 14480 Salem, OR 97309 (503) 947-7980
P/C SAO Contact:	Ryan Keeling, CFE Senior Financial Analyst Oregon Division of Financial Regulation 350 Winter Street, NE Room 440 Salem, OR 97301 or PO Box 14480 Salem, OR 97309 <u>(971) 599-9434</u> (503) 947-7252 <u>ryan.w.keeling@dcbs.oregon.gov</u>
Captives* SAO Contact:	<u>Laurence Verga</u> Dennis Ault, AFE Financial Analyst <u>(971) 600-4291</u> (503) 947-7279 dennis.m.ault <u>Laurence.P.Verga@dcbs.oregon.gov</u>

Website Information

Related Website:	<u>http://dfr.oregon.gov/laws-rules/Pages/index.aspx</u>
Statutes (Stat):	<u>Oregon Revised Statute, Volume 18, Title 56, Chapters 731-750</u>
Regulations (Reg):	<u>Oregon Administrative Rules, Chapter 836</u>
Bulletins (Bull):	<u>2007-5</u>
Annual Statement Checklists:	<u>Annual Statement Instructions</u>

*Please refer to page A-5 for additional discussion of captives.

State – Oregon

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State – Oregon

Admitted P/C Insurer

Opinion required	Stat 731.574 Reg 836-011-0015
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 731.730(1) Stat 731.574
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Commissioner within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurer must follow NAIC SAO Instructions	Stat 733.210 Bull 2007-5 Reg 836-011-0000 Reg 836-011-0015
Insurer must follow NAIC AnnStat Instructions	Stat 731.574 Bull 2007-5 Reg 836-011-0000 Reg 836-011-0015
Reserve amounts: Insurer must maintain adequate loss and LAE reserves	Stat 733.030 Stat 733.050
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Domestic Insurers: Reg 836-011-0015 Non-domestics: If requested
Confidentiality or Other Information	Stat 731.312(6) Reg 836-011-0015
AOS Contact	Ryan Keeling

State – Oregon

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other. This opinion is in addition to any other insurer-required opinion.	Stat 732.812(2), (3), (6)
Filing deadline: April 1	Stat 732.812(6)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Director 	Stat 732.812(6)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 732.812(6)

Managing General Agent (MGA)

Opinion required annually if MGA (as defined in Stat 744.300(3)) calculates reserves. This opinion is in addition to any other insurer-required opinion.	Stat 744.313(2)
Qualified Actuary: Member in good standing of actuarial organization approved by Director	Stat 744.313(2) Reg 836-071-0320
Scope of Opinion: Loss reserves; business produced by MGA	Stat 744.313(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 744.800(1)) sets reserves. This opinion is in addition to any other insurer-required opinion.	Stat 744.814(3)
Qualified Actuary: Academy member in good standing	Stat 744.814(3)
Scope of Opinion: Loss reserves; business produced by RM	Stat 744.814(3)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 735.315(2)
Filing deadline: Date due in state of domicile	Reg 836-028-0045(1)
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist 	Stat 735.315 (2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 735.315(2)(a)

State – Oregon

Captive Insurer

Opinion required	Stat 735.176, Reg 836-029-0025(3)
Filing deadline: June 30	Reg 836-029-0025(1)
Qualified Actuary must be: <ul style="list-style-type: none"> • independent, and • Fellow or Associate of CAS, and • Academy member in good standing, and • selected from list of approved actuaries 	Reg 836-029-0025(3) Reg 836-029-0040(5) Stat 735.168(4)
Change of actuary: Company must notify Comm'r within 90 days	Reg 836-029-0040(6)
Scope of opinion: Loss and LAE reserves	Reg 836-029-0025(3) Stat 735.168(4)
Ceded risks: May take credit for reserves on risks ceded to reinsurer	Stat 735.168(2)
Discounting: Loss and LAE reserves may be discounted only as allowed in rules adopted by Commissioner	Stat 735.168(5),(6)

Title Insurer

Opinion required	Stat 731.574 Reg 836-011-0015
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 731.574
Qualified Actuary is either: <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Insurer must follow NAIC SAO Instructions	Stat 733.210, Bull 2007-5 Reg 836-011-0000 Reg 836-011-0015
Insurer must follow NAIC AnnStat Instructions	Stat 731.574, Bull 2007-5 Reg 836-011-0000 Reg 836-011-0015
Insurer must maintain adequate loss and LAE reserves	Stat 733.030 Stat 733.050
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory premium reserve: Domestic - Determined according to accounting procedures approved or required by the Director Foreign - Determined according to accounting procedures approved or required by the Director for policies insuring Oregon property	Stat 733.090 Reg 836-031-0410

State – Oregon

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Pennsylvania

Contact Information

Insurance Commissioner: Michael Humphreys

Regulatory Agency: Pennsylvania Insurance Department
1326 Strawberry Square
Harrisburg, PA 17120
(717) 787-7000

P/C SAO Contact: Diana Sherman
Deputy Insurance Commissioner
(717) ~~503-5462~~~~787-9069~~
disherman@pa.gov

Website Information

Related Website: www.insurance.pa.gov

Statutes (Stat): [Statutes Annotated, Title 40, Insurance](#)

Regulations (Pa.Code): [Title 31, Insurance](#)

Annual Statement Checklists: [Financial Filing Requirements](#)

State - Pennsylvania

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State - Pennsylvania

Admitted P/C Insurer

Opinion required	Stat 443 (a) 31 Pa. Code § 118a.3
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 443 (a) 31 Pa. Code § 118a.3
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member in good standing approved by Casualty Practice Council approved by Comm'r Company employee permitted except as noted 	NAIC SAO Instr (1A) 31 Pa. Code § 118a.2
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 of Opinion's calendar year reports to Board 	NAIC SAO Instr (1) 31 Pa. Code § 118a.4
Change of Actuary Company must: <ul style="list-style-type: none"> notify Department in writing within 5 business days and provide separate written notice within 10 business days concerning disagreements 	NAIC SAO Instr (1) 31 Pa. Code § 118a.4
Insurers must follow NAIC SAO Instructions	Stat 443 (a)
Insurers must follow NAIC AnnStat Instructions	Stat 443 (a)
Insurer must maintain adequate loss reserves	Stat 115 Stat 112
Reserve amounts: Discounted WC - Insurer must maintain adequate loss reserves and LAE reserves	31 Pa. Code § 116.8
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Discounted WC: Opinion must provide assessment of: <ul style="list-style-type: none"> adequacy of undiscounted losses sufficiency of yield on invested assets asset liability matching 	31 Pa. Code § 116.5

State - Pennsylvania

Admitted P/C Insurer, continued

Discounting	31 Pa. Code § 118.3
Discounted med prof liab:	31 Pa. Code § 118.3
May not discount loss reserves or LAE reserves for policies with an effective date on or after June 16, 2001	
May not discount loss reserves or LAE reserves after Dec. 31, 2010	
Maximum rate 6 percent, unless justified to Comm'r	31 Pa. Code § 118.3
Discounted reserves may not be less than Sched P reserves	31 Pa. Code § 118.3
Discounted WC:	
Discounted loss reserves may not be less than Sched P reserves	31 Pa. Code § 116.4
Unless otherwise permitted, maximum interest rate is the current yield to maturity in U.S. Treasury debt instrument	31 Pa. Code § 116.4
Insurers having used maximum discount of 6 percent may continue to use the discount factors previously allowed for accident years 2001 and prior; pertaining to policies issued on or prior to Aug. 11, 2001, if sufficient assets are held	31 Pa. Code § 116.4
Cannot discount LAE reserves unless:	31 Pa. Code § 116.6
• allocated to specific claims,	
• validity of underlying assumptions demonstrated to Comm'r, and	
• covered by SAO	
Comm'r will consider company's specific LAE pattern and interest rate assumption when evaluating company's request to discount ALAE	31 Pa. Code § 116.6
AOS Required	31 Pa. Code § 118a
Confidentiality or Other Information	Stat 443 (d) 31 Pa. Code § 118a
AOS Contact	Diana Sherman

State - Pennsylvania

Broker-Controlled Insurer

Opinion required (control defined in Stat 991.1401)	Stat 991.1302 (b)
Filing deadline: April 1	Stat 991.1302 (b)
Qualified Actuary: Academy member in good standing; independent of insurer and broker	Stat 991.1301
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 991.1302 (b)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 322.1 ($GWP \geq 5$ percent PHS last AnnStat)	Stat 322.5 (b)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 322.1
Scope of Opinion: Loss reserves; business produced by MGA	Stat 322.5 (b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 321.1) sets reserves	Stat 321.8 (c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 321.1
Scope of Opinion: Loss reserves; business produced by RM	Stat 321.8 (c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 991.1504 (d)(1)
Filing deadline: March 1	Stat 991.1504 (d)
Qualified Actuary is either: <ul style="list-style-type: none"> qualified loss reserve specialist, or Academy member 	Stat 991.1504 (d)(1)
Scope of Opinion: Loss and LAE reserves	Stat 991.1504 (d)(1)

State - Pennsylvania

Title Insurer

Opinion required	Stat 443 (a)
Original Signature (Handwritten on Paper) Required for SAO	No Yes
Filing deadline: March 1	Stat 443 (a)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	NAIC SAO Instr (1) Title 31 Pa. Code § 118a.4
Change of Actuary Company must: <ul style="list-style-type: none"> notify Department in writing within 5 business days and provide separate written notice within 10 business days concerning disagreements 	NAIC SAO Instr (1) Title 31 Pa. Code § 118a.4
Insurers must follow NAIC SAO Instructions	Stat 443 (a)
Insurers must follow NAIC AnnStat Instructions	Stat 443 (a)
Insurer must maintain adequate loss reserves	Stat 115 Stat 112
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory premium reserve <ul style="list-style-type: none"> initially, sum of unearned premium reserve on Aug. 14, 1963, and \$1 per policy and 10 cents per \$1,000 net retained liability on risks written after Aug. 14, 1963; released after 20 years; (for reinsurer) if substantially entire outstanding liability is reinsured, unearned premium reserve shall be equal to reserve of ceding company 	Stat 910-14 Stat 910-15

State - Pennsylvania

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r (property only)• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by November 30	NAIC SAO Instr (1B) 31 Pa. Code § 118a.6
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Jurisdiction – Puerto Rico

Contact Information

Commissioner:	Suzette Del Valle Alexander S. Adams Vega
Regulatory Agency:	Office of the Commissioner of Insurance PO Box 195415 San Juan, PR 00919-5415 (787) 304-8686; Toll Free: 1 (888) 722-8686
P/C SAO Contact:	Glorimar Santiago-Rivera Deputy Commissioner of Supervision and Compliance (787) 304-8686 exts. 1003 and 1005 gsantiago@ocs.pr.gov

Website Information

Related Website:	https://www.ocs.pr.gov/en-us
Statutes (Stat):	State Rev Code, Title 11; Title 26
Regulations (Reg):	Puerto Rico Insurance Rules
General Instructions:	P&C, Title, International Insurance Center (IIC)
Annual Statement Checklists:	Property & Casualty Insurers

Jurisdiction – Puerto Rico

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Jurisdiction – Puerto Rico

Admitted P/C Insurer

Opinion required	General Instructions-P&C Rule 96 Stat Title 26 § 523 b
Original Signature (Handwritten on Paper) Required for SAO	Yes
Filing deadline: March 30	General Instructions-P&C Stat Title 26 § 331 and Rule 14-A
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	General Instructions-P&C Rule 96
Insurers must follow NAIC AnnStat Instructions	Stat Title 26 § 331(1) , Rule 14-A , Rule 96
Insurer must maintain adequate loss reserves	Stat Title 26 § 520
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Minimum reserves: Aggregate not less than that determined by qualified actuary	Stat Title 26 § 523a
Catastrophe reserve: Domestic insurers underwriting catastrophic insurance must establish and accrue a reserve for catastrophic losses	Stat Title 26 § 2503 Ruling Letter CN-2024-355-EX (Amended)
Tax exemption: Actuary is required to visit insurer's main office	Rule 66 4(C)(1)
AOS Required	Rule 96
Confidentiality or Other Information	Rule 96
AOS Contact	Not available

Jurisdiction – Puerto Rico

International Insurers/Reinsurers

Class 2: Opinion required every 2 years Class 3 or 4: Opinion required annually Class 5: Certification required	General Instructions-IIC Stat Title 26 § 4310
Filing deadline: April 30 or before the last day of the fourth month following the International Insurer and/or Reinsurer's preceding fiscal year, if approved by Commissioner	General Instructions-IIC
Discounting: May discount reserves with approval of Comm'r	General Instructions-IIC

State Insurance Fund Corporation

Opinion required	Stat Title 11 § 1b-3(p)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM sets reserves	Rule 97
Qualified Actuary: <ul style="list-style-type: none">• accredited member of the American Academy of Actuaries; or• person with accreditation acceptable to the Commissioner	Rule 97

Jurisdiction – Puerto Rico

Title Insurer

Opinion required	General Instructions-Title
Original Signature (Handwritten on Paper) Required for SAO	Yes
Filing deadline: March 30	General Instructions-Title
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> • by Board of Directors or equivalent • by December 31 • reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm’r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	General Instructions-P&C Rule 96
Insurers must follow NAIC AnnStat Instructions	Stat Title 26 § 331(1), Rule 14-A, Rule 96
Insurer must maintain adequate loss reserves	Stat Title 26 § 520
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Unearned premium reserves: May be reduced in first five years of operation	Stat Title 26 § 519, 520
Minimum reserves: Aggregate not less than that determined by qualified actuary	Stat Title 26 § 523a
Catastrophe reserve: Domestic insurers underwriting catastrophic insurance must establish and accrue a reserve for catastrophic losses	Stat Title 26 § 2503
Tax exemption: Actuary is required to visit insurer’s main office	Rule 66 4(C)(1)

Jurisdiction – Puerto Rico

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r (property insurance only)• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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Jurisdiction – Puerto Rico

2008 GENERAL INSTRUCTIONS

TO ALL DOMESTIC INSURERS AUTHORIZED TO TRANSACT PROPERTY AND CASUALTY INSURANCE BUSINESS IN PUERTO RICO

2008 ANNUAL STATEMENT AND RELATED ITEMS

GENERAL INSTRUCTIONS

Section 3.310 (1) of the Insurance Code of Puerto Rico, 26 L.P.R.A. section 331 (1) stipulates the following:

“(1) Each authorized insurer shall annually, **before the thirty-first day of March**, file with the Commissioner a true statement of its financial condition, transactions, and affairs as of the December 31st preceding. The statement shall be on forms as prescribed by the Commissioner, shall contain information as required by this Code and by the Commissioner, and shall be verified by the oath of at least two of the insurer’s principal officers.” (Emphasis supplied). ...

All domestic insurers must also include and submit with their annual statement within the filing due date a hard copy of the following reports:

- (a) Certificate of Investments in Puerto Rico Securities
- (b) Statement of Actuarial Opinion

Annual filings must follow all established instructions as specified in the *NAIC Annual Statement Instructions*. For more information regarding annual filings, please visit the NAIC web site. ...

Jurisdiction – Puerto Rico

TO ALL FOREIGN INSURERS AUTHORIZED TO TRANSACT PROPERTY AND CASUALTY INSURANCE BUSINESS IN PUERTO RICO

2008 Annual Statement and Related Items

GENERAL INSTRUCTIONS

Section 3.310(1) and (2) of the Insurance Code of Puerto Rico, 26 L.P.R.A. Section 331(1) and (2), stipulates the following:

"(1) Each authorized insurer shall annually, **before the thirty-first day of March**, file with the Commissioner a true statement of its financial condition, transactions, and affairs as of the December 31st preceding. The statement shall be on forms as prescribed by the Commissioner, shall contain information as required by this Code and by the Commissioner, and shall be verified by the oath of at least two of the insurer's principal officers. The annual statement of a reciprocal or Lloyd's insurer shall be verified by his attorney-in-fact.

(2) The annual statement of a foreign insurer not formed in the United States but authorized to transact insurance in a state of the United States, may relate only to its assets, transactions, and affairs in the United States and Puerto Rico (and including, at the insurer's option, the Virgin Islands and the Canal Zone) unless the Commissioner requires otherwise. The statement may be verified by the insurer's United States manager or by its officers duly authorized." (Emphasis supplied).

Pursuant to the aforesaid section, the annual statement for calendar year ending December 31, 2008, must be filed in this Office **on or before March 30, 2009**. The same must be presented in the official form approved by the National Association of Insurance Commissioners with all the schedules, supplements and reports, including the Management's Discussions and Analysis, as required by the 2008 Property & Casualty Insurers checklist issued by NAIC and modified by this Office.

Foreign insurers **organized** in the United States, or with port of entry in one of the states of the United States, do not have to submit to this Office the hard copy and electronic filing of the annual statement. Nevertheless, in order to comply with the aforementioned provisions, instead of said filing, these foreign insurers shall submit a hard copy of the following filings:

1. Affidavit of Filing and Financial Statement Attestation
2. Certificate of Deposit
3. Certificate of Investments in Puerto Rico Securities
4. State Page for the Commonwealth of Puerto Rico
5. Certificate of Compliance

Foreign insurers **not organized** in the United States that do not file electronically to the NAIC, must submit a hardcopy of their annual statements. In accordance with the provisions of Section 3.310(2), cited above, all such foreign insurers that elect to file an annual statement pertaining only to their United States business, must also include the information regarding their Puerto Rico affairs and transactions.

Jurisdiction – Puerto Rico

Every insurer that does not maintain with the Secretary of the Treasury of Puerto Rico, through this Office, the deposit requested in Section 3.130 of the Insurance Code of Puerto Rico for the protection of all its policyholders and creditors in Puerto Rico and whose State of domicile is a reciprocal state concerning such deposit requirement, shall submit a certification issued by the public official invested with the authority to supervise the insurance business in such State, showing that a deposit from such insurer is being held in trust by the State for said purposes.

Annual filings must follow all established instructions as specified in the *NAIC Annual Statement Instructions*. For more information regarding annual filings, please visit the NAIC web site.

A copy of the State Page must also be sent to the Puerto Rico Property and Casualty Insurance Guaranty Association, to the following address:

Puerto Rico Property and Casualty
Insurance Guaranty Association
P. O. Box 364967
San Juan, Puerto Rico 00936-4967

Jurisdiction – Puerto Rico

TO ALL FOREIGN INSURERS AUTHORIZED TO TRANSACT TITLE INSURANCE BUSINESS IN PUERTO RICO

2008 ANNUAL STATEMENT AND RELATED ITEMS

GENERAL INSTRUCTIONS

Section 3.310(1) and (2) of the Insurance Code of Puerto Rico, 26 L.P.R.A. Section 331 (1) and (2), stipulates the following:

"(1) Each authorized insurer shall annually, **before the thirty-first day of March**, file with the Commissioner a true statement of its financial condition, transactions, and affairs as of the December 31st preceding. The statement shall be on forms as prescribed by the Commissioner, shall contain information as required by this Code and by the Commissioner, and shall be verified by the oath of at least two of the insurer's principal officers. The annual statement of a reciprocal or Lloyd's insurer shall be verified by his attorney-in-fact.

(2) The annual statement of a foreign insurer not formed in the United States but authorized to transact insurance in a state of the United States, may relate only to its assets, transactions, and affairs in the United States and Puerto Rico (and including, at the insurer's option, the Virgin Islands and the Canal Zone) unless the Commissioner requires otherwise. The statement may be verified by the insurer's United States manager or by its officers duly authorized." (Emphasis supplied).

Pursuant to the aforesaid section, the annual statement for calendar year ending December 31, 2008, must be filed in this Office **on or before March 30, 2009**. The same must be presented in the official form approved by the National Association of Insurance Commissioners with all the schedules, supplements and reports, including the Management's Discussions and Analysis, as required by the 2008 Title Companies Checklist issued by NAIC and modified by this Office.

Foreign companies **organized** in the United States, or with port of entry in one of the states of the United States, do not have to submit to this Office the hard copy and electronic filing of the annual statement. Nevertheless, in order to comply with the aforementioned provisions, instead of said filing, these foreign insurers shall submit a hard copy of the following filings:

1. Affidavit of Filing and Financial Statement Attestation
2. Certificate of Deposit
3. Certificate of Investments in Puerto Rico Securities
4. State Page for the Commonwealth of Puerto Rico
5. Certificate of Compliance

Foreign entities **not organized** in the United States that do not file electronically to the NAIC, must submit a hardcopy of their annual statements. In accordance with the provisions of Section 3.310(2), cited above, all such foreign insurers that elect to file an annual statement pertaining only to their United States business, must also include the information regarding their Puerto Rico affairs and transactions.

Jurisdiction – Puerto Rico

Every entity that does not maintain with the Secretary of the Treasury of Puerto Rico, through this Office, the deposit requested in Section 3.130 of the Insurance Code of Puerto Rico for the protection of all its policyholders and creditors in Puerto Rico and whose State of domicile is a reciprocal state concerning such deposit requirement, shall submit a certification issued by the public official invested with the authority to supervise the insurance business in such State, showing that a deposit from such insurer is being held in trust by the State for said purposes.

Annual filings must follow all established instructions as specified in the *NAIC Annual Statement Instructions*. For more information regarding annual filings, please visit the NAIC web site.

State – Rhode Island

Contact Information

Director:	Elizabeth Kelleher Dwyer
Superintendent:	Elizabeth Kelleher Dwyer, Director & Superintendent of Financial Services (Insurance, Banking & Securities)
Regulatory Agency:	Department of Business Regulation Insurance Division State of Rhode Island 1511 Pontiac Avenue, Bldg. 69-2 Cranston, RI 02920
P/C and Captives* SAO Contact:	Ted Hurley, CPA, CFE Chief Insurance Examiner (401) 462-9624 ted.hurley@dbri.ri.gov

Website Information

Related Website:	https://dbri.ri.gov/insurance-overview
Division of Insurance Regulation:	Legal Information
Statutes (Stat):	R.I. Gen. Laws Title 27 (Insurance Laws) , R.I. Gen. Laws Chapters 28-29 through 28-38 (Workers Compensation) , R.I. Gen. Laws Chapter 42-14 (General Administration) ; R.I. Gen. Laws Title 38 (Public Records)
Annual Statement Checklists:	Instructions and Forms for Insurance Companies

*Please refer to page A-5 for additional discussion of captives.

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State – Rhode Island

Admitted P/C Insurer

Opinion required	Stat 27-12.3-2
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 27-12-1
Actuary Qualifications <ul style="list-style-type: none"> • Meets basic education, experience, and continuing education requirements • Maintains an Accepted Actuarial Designation • Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 27-12-1
Insurers must follow NAIC AnnStat Instructions	Stat 27-12-1
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Stat 27-12.3-2
Confidentiality or Other Information	Stat 27-12.3-3 and Stat 38-2-2(4)(B), (S), and (W)
AOS Contact	Ted Hurley

State – Rhode Island

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other and the producer receives no compensation based upon the amount of premiums written	Stat 27-48-4(a) Stat 27-48-4(d)(1)
Filing deadline: April 1	Stat 27-48-4(d)(1)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist acceptable to Comm'r 	Stat 27-48-4(d)(1)
Scope of Opinion: Loss reserves including IBNR; business produced by producer	Stat 27-48-4(d)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 27-51-2(3)(i) (GWP ≥ 5 percent PHS last AnnStat)	Stat 27-51-5(b)
Filing deadline: March 1	Stat 27-12-1
Qualified actuary: Academy member in good standing	Stat 27-51-2(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 27-51-5(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 27-52-2(8)) sets reserves	Stat 27-52-9(c)
Filing deadline: March 1	Stat 27-12-1
Qualified actuary: Academy member in good standing	Stat 27-52-2(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 27-52-9(c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 27-46-4(2)(i)
Filing deadline: March 1	Stat 27-12-1
Qualified actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist per NAIC 	Stat 27-46-4(2)(i)
Scope of Opinion: Loss and LAE reserves	Stat 27-46-4(2)(i)

State – Rhode Island

Captive Insurer

Opinion required annually	Stat 27-43-6(a)
Filing deadline: March 1	Stat 27-43-6(a) Stat 27-12-1

Title Insurer

Opinion required	Stat 27-12-1, Stat 27-2.6-2
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 27-12-1, Stat 27-2.6-2
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 27-12-1, Stat 27-2.6-2
Insurers must follow NAIC AnnStat Instructions	Stat 27-12-1, Stat 27-2.6-2
Scope of Opinion: All known and unknown liabilities including allocated and unallocated loss adjustment expense	Stat 27-2.6-9

SAO Exemptions

<ul style="list-style-type: none"> Small companies: <ul style="list-style-type: none"> less than \$1 million D&A WP, or less than 1,000 policyholders Under supervision or conservatorship Nature of business - apply to domiciliary Comm'r Financial hardship – if cost of SAO exceeds either: <ul style="list-style-type: none"> 1 percent capital & surplus, or 3 percent D&A WP File for exemption by December 1 	Stat 27-12-1 NAIC SAO Instr (1B)
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State – South Carolina

Contact Information

Director:	Michael Wise, ACAS, MAAA
Regulatory Agency:	South Carolina Department of Insurance 1201 Main Street Suite 1000 Columbia, SC 29201 (803) 737-6160
P/C SAO Contact:	Will Davis, MAAA, FCAS P&C Actuary (803) 737-1152 wdavis@doi.sc.gov
Captives* SAO Contact:	Ryan Basnett Andrew Noga Audit Captives Director (803) 737-6114 (843) 577-3413 rbasnett anoga@doi.sc.gov

Website Information

Related Website:	www.doi.sc.gov
Statutes (Stat):	Insurance Code, Title 38
Regulations (Reg):	Chapter 69-53 and 69-60
Annual Statement Checklists:	State Filing Checklists

*Please refer to page A-5 for additional discussion of captives.

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State – South Carolina

Admitted P/C Insurer

Opinion required	Stat 38-9-225 (A)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 38-13-85 (a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Director within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 38-9-225 (A)
Insurer must follow NAIC AnnStat Instructions	Stat 38-13-85 (A)
Scope of opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 38-9-190
Credit for Reinsurance: Updated in 2020 for NAIC Model Law and Regulation	Stat 38-9-200 Stat 38-9-210 Reg 69-53
AOS Required	Stat 38-9-225
Confidentiality or Other Information	Stat 38-9-230
AOS Contact	Ryan Basnett

State – South Carolina

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement)	Stat 38-21-95 (B)(3)(a) Stat 38-21-95 (A)(3)
Filing deadline: April 1	Stat 38-21-95 (B)(3)(a)
Qualified actuary is either: <ul style="list-style-type: none"> independent casualty actuary, or other independent loss reserve specialist approved by Director 	Stat 38-21-95 (B)(3)(a)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 38-21-95 (B)(3)(a)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 38-44-20 (3) (GWP ≥ 5 percent PHS last AnnStat)	Stat 38-44-50 (B)
Filing deadline: March 1	Stat 38-44-50 (B)
Qualified actuary: Academy member in good standing	Stat 38-44-20 (1)
Scope of opinion: Loss reserves; business produced by MGA	Stat 38-44-50 (B)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 38-46-20 (7)) sets reserves	Stat 38-46-90 (C)
Filing deadline: June 1	Stat 38-46-90 (C)
Qualified actuary: Academy member in good standing	Stat 38-46-20 (1)
Scope of opinion: Loss reserves; business produced by RM	Stat 38-46-90 (C)

Foreign/Domestic (Captive) Risk Retention Group (RRG)

Opinion required	Stat 38-87-40 (2)(a) Stat 38-90-160
Filing deadline: March 1	Stat 38-13-85 (a) Stat 38-90-70 (B)
Qualified actuary is either: <ul style="list-style-type: none"> qualified loss reserve specialist per Director or his designee, or Academy member 	Stat 38-87-40 (2)(a)
Scope of opinion: Loss and LAE reserves	Stat 38-87-40 (2)(a)

State – South Carolina

Captive Insurer

Opinion required	Reg 69-60 Section 3 (E)
Filing deadline: June 30	Reg 69-60 Section 3
Qualified actuary is either: <ul style="list-style-type: none">• CAS Fellow, or• Academy member in good standing, or• qualified loss reserve specialist per Director or his designee	Reg 69-60 Section 3 (E)
Scope of opinion: Loss and loss expense reserves	Reg 69-60 Section 3 (E)

Sponsored Captive Insurance and Captive Reinsurance Company

Opinion required (defined in Stat 38-90-10)	Stat 38-90-75 (A)
Filing deadline: March 1	Stat 38-90-70 (B)
Qualified actuary: Independent actuary; not an employee of captive or its affiliates	Stat 38-90-75 (A)
Scope of opinion: Loss and LAE reserves	Stat 38-90-75 (A)
Discounting May discount loss and LAE reserves with prior approval by the Director or his designee	Stat 38-90-75

Special Purpose Financial Captive (SPFC)

Opinion required (SPFC defined in Stat 38-90-420)	Stat 38-90-470 (D)(2)
Filing deadline: March 1	Stat 38-90-550 (C)
Qualified actuary: Approved independent actuary	Stat 38-90-470 (D)(2)
Scope of Opinion: Reserves	Stat 38-90-470 (D)(2)
Discounting May discount reserves as approved by Director	Stat 38-90-470 (D)(1)

State – South Carolina

Title Insurer

Opinion required	Stat 38-9-225 (A)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 38-13-85 (a)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Director within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 38-9-225 (A)
Insurer must follow NAIC AnnStat instructions	Stat 38-13-85 (A)
Scope of opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title Stat 38-75-940
Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 38-9-190
Credit for Reinsurance: Updated in 2020 for NAIC Model Law and Regulation	Stat 38-9-200 Stat 38-9-210 Reg 69-53
Statutory premium reserve: Initially, sum of <ul style="list-style-type: none"> unearned premium reserve on June 30, 1988 \$1.50 per policy and 12.5 cents per \$1,000 net retained liability on risks written after June 30, 1988; released 10 percent per year for first five years, and 3.33 percent per year thereafter Foreign: No lower than amount required of domestics	Stat 38-75-920 Stat 38-75-920 (C)

State – South Carolina

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – South Dakota

Contact Information

Commissioner: Larry Deiter

Regulatory Agency: Division of Insurance
Department of Labor & Regulation
124 South Euclid Ave., Second Floor
Pierre, SD 57501
(605) 773-3563

P/C and Captives* SAO Contact: Johanna Nickelson, CPA
Assistant Director – Solvency and Company Licensing
(605) 773-3563
johanna.nickelson@state.sd.us

Website Information

Related Website: [South Dakota Dept of Labor & Regulation](#)

Statutes (Stat): [Insurance Code, Title 58](#)

Annual Statement Checklists: [Company Filings and Forms](#)

*Please refer to page A-5 for additional discussion of captives.

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State – South Dakota

Admitted P/C Insurer

Opinion required	Stat 58-6-75 Stat 58-26-13.1 Stat 58-26-89
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 58-6-75
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member in good standing of the American Academy of Actuaries 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Director within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
NAIC Insurers must follow NAIC SAO Instructions	Stat 58-26-13.1 Stat 58-26-89
Supporting actuarial report or workpapers: Insurers must provide an actuarial report and workpapers when requested by the Director	Stats 58-26-87 ; 58-26-88 ; and 58-26-90
NAIC AnnStat: Insurer must follow NAIC AnnStat Instructions	Stat 58-6-75
Insurer must maintain adequate loss reserves	Stat 58-26-43
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Minimum reserves <ul style="list-style-type: none"> WC: Same as NAIC method, but not less than present value at 4 percent of unpaid claims Liability: Same as NAIC method, but not less than estimated unpaid claims for three years Credit insurance: NAIC method, but not less than estimated claims on all policies 	Stat 58-26-32 ; Stat 58-26-33 Stat 58-26-34 Stat 58-26-35
Discounting WC: Permitted at not more than 4 percent interest	Stat 58-26-32 Stat 58-26-33

State – South Dakota

Admitted P/C Insurer, continued

AOS Required	Stat 58-26-86
Confidentiality or Other Information	Stat 58-26-90
AOS Contact	Johanna Nickelson

Broker-Controlled Insurer

Opinion required	Stat 58-44-7
Filing deadline: April 1	Stat 58-44-7
Qualified actuary is either: <ul style="list-style-type: none">• independent casualty actuary, or• other independent loss reserve specialist	Stat 58-44-7
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 58-44-7

Managing General Agent (MGA)

Opinion required if MGA sets reserves and is an MGA as defined in Stat 58-30-124(2) ($GWP \geq 5$ percent PHS last AnnStat)	Stat 58-30-131(2)
Filing deadline: No provision	
Qualified actuary: Academy member in good standing	Stat 58-30-124(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 58-30-131(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 58-14-24(3,4)) sets reserves	Stat 58-14-36
Filing deadline: No provision	
Qualified actuary: Academy member in good standing	Stat 58-14-24(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 58-14-36

Foreign Risk Retention Group (RRG)

Opinion required	Stat 58-6A-4(1)
Filing deadline: No provision	
Qualified actuary is either: <ul style="list-style-type: none">• Academy member, or• qualified loss reserve specialist under the criteria established by the NAIC	Stat 58-6A-4(1)
Scope of Opinion: Loss and LAE reserves	Stat 58-6A-4(1)

State – South Dakota

Captive Insurer

Opinion required	Stat 58-46-15
Filing deadline: No later than six months after close of financial year	Stat 58-46-15

Title Insurer

Opinion required	Stat 58-6-75 Stat 58-26-13.1
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 58-6-75
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 58-26-13.1 Stat 58-26-89
Supporting actuarial report or workpapers Insurers must provide an actuarial report and workpapers when requested by the Director	Stats 58-26-87 ; 58-26-88 ; and 58-26-90
Insurer must follow NAIC AnnStat Instructions	Stat 58-6-75
Insurer must maintain adequate loss reserves	Stat 58-26-43
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Statutory premium reserve 12 or 24 cents per thousand dollars of coverage released over 20 years at rates set forth in Stat 58-25-23	Stat 58-25-22 through Stat 58-25-27

State – South Dakota

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Tennessee

Contact Information

Commissioner:	Carter Lawrence
Regulatory Agency:	Tennessee Department of Commerce and Insurance 500 James Robertson Parkway Nashville, TN 37243-0565 (615) 741-2241
P/C SAO Contact:	Trey Hancock, CFE Director, Financial Affairs/Insurance Analysis Director (615) 741-1504 633 trey.hancock@tn.gov
Captives* SAO Contact:	Mark Wiedeman Director, Captive Insurance Section (615) 507-6723 mark.wiedeman@tn.gov

Website Information

Related Website:	http://www.tn.gov/commerce/section/insurance
**Statutes (Stat):	Insurance Code, Title 56 (must allow cookies to access code)
Regulations (Reg):	Rules of the Department of Commerce and Insurance, Chapter 0780
Annual Statement Checklists:	Property & Casualty Insurers Annual Statement Checklist Title Insurers Annual Statement Checklist

*Please refer to page A-5 for additional discussion of captives.

**Before you can view the statutes, you must click a button that says you agree to terms and conditions.

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State - Tennessee

Admitted P/C Insurer

Opinion required	Stat 56-1-501(d) Stat 56-1-419(a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 56-1-501(b) Stat 56-1-419(a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 56-1-501(g) Stat 56-1-419(a)
Insurers must follow NAIC AnnStat Instructions	Stat 56-1-501(g) Stat 56-1-419(a)
Reserve amounts: Insurer must maintain adequate loss and LAE reserves	NAIC SAO Instr (5)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Stat 56-1-419(b)
Confidentiality or Other Information	Stat 56-1-420
AOS Contact	Trey Hancock

State - Tennessee

Producer-Controlled Insurer

Opinion required	Stat 56-6-603(4)
Filing deadline: April 1	Stat 56-6-603(4)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist acceptable to Comm'r 	Stat 56-6-602(2) Stat 56-6-603(4)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 56-6-603(4)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 56-6-502(3) (GWP \geq 5 percent PHS last AnnStat)	Stat 56-6-505(b)
Filing deadline: No provision	
Actuary Qualifications: Academy member in good standing	Stat 56-6-502(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 56-6-505(b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 56-6-802(8)) sets reserves	Stat 56-6-809(c)
Filing deadline: No provision	
Actuary Qualifications: Academy member in good standing	Stat 56-6-802(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 56-6-809(c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 56-45-104(b)(1)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist per NAIC 	Stat 56-45-104(b)(1)
Scope of Opinion: Loss and LAE reserves	Stat 56-45-104(b)(1)

State - Tennessee

Government Tort Pool

Opinion required	Reg 0780-1-49-.05
Filing deadline: 60 days after fiscal year end	Reg 0780-1-49-.05
Actuary Qualifications: independent casualty actuary	Reg 0780-1-49-.05
Scope of Opinion: Loss and LAE reserves	Reg 0780-1-49-.05

Captive Insurer

Opinion required	Reg 0780-01-41-.03(5)(e)
Filing deadline: June 30 or 180 days after fiscal year end	Reg 0780-01-41.03(1)
Qualified Actuary is either: <ul style="list-style-type: none">• FCAS or• Academy member in good standing, or• loss reserve specialist approved by Comm'r	Reg 0780-01-41-.03(5)(e)
Scope of Opinion: Loss and loss expense reserves	Reg 0780-01-41-.03(5)(e)

Special Purpose Financial Captive (SPFC)

Opinion required	Stat 56-13-407(d)(3)
Actuary Qualifications: Approved independent actuary	Stat 56-13-407(d)(3)
Shall discount reserves at discount rates as approved by Comm'r	Stat 56-13-407(d)(1)

State - Tennessee

Title Insurer

Opinion required	Stat 56-1-501(d)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: Yes Foreign: No
Filing deadline: March 1	Stat 56-1-501(b)
Actuary Qualifications either <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 56-1-501(g)
Insurers must follow NAIC AnnStat Instructions	Stat 56-1-501(g)
Insurer must maintain adequate loss and LAE reserves	NAIC SAO Instr (5) Title
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Title Insurance Reserve fund Domestic insurers shall annually set apart 10 percent of risk rates collected, until the fund totals \$100,000.	Stat 56-35-114

State - Tennessee

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Texas

Contact Information

Commissioner: Cassie Brown

Regulatory Agency: Texas Department of Insurance
P.O. Box 12030
Austin, TX 78711-2030
(512) 676-6000

P/C and Captives* SAO Contact: Miriam Fisk, MAAA, ASA, FCAS
~~P&C~~[Director/Chief](#) Actuary
(512) 676-6849
Miriam.Fisk@tdi.texas.gov

Website Information

Related Website: www.tdi.texas.gov

Statutes (Stat): [Texas Insurance Code](#)
[Texas Labor Code, Title 5](#)

Regulations (Reg): [Texas Administrative Code, Title 28](#)

Annual Statement Checklists: [Property & Casualty Insurers Annual Statement Checklist](#)
[Title Insurers Annual Statement Checklist](#)
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*Please refer to page A-5 for additional discussion of captives.

State - Texas

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State - Texas

Admitted P/C Insurer

Opinion required	Stat 802.002 Reg 7.68(f)(4)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Reg 7.68(f)(4)
Actuary Qualifications <ul style="list-style-type: none"> member in good standing of Academy, or a person who has otherwise demonstrated actuarial competence to the satisfaction of the Comm'r of insurance or other insurance regulatory official of the insurer's domiciliary state 	Stat 802.002
Affiliation: Company employee permitted except as noted	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg 7.68(d)
Insurers must follow NAIC AnnStat Instructions	Reg 7.68(d)
Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 421.001
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Discounting: Permitted for fixed and determinable payments such as those for WC and long-term disability. Comm'r has authority to approve discounts.	Codification
Salvage and Subrogation: Comm'r has authority to approve anticipated salvage and subrogation	Codification
AOS Required: Submit directly to Actuarial Division	Reg 7.9 and 7.68(j)(2)
Confidentiality or Other Information	Stat 401.058 , Reg 7.9(f)
AOS Contact	Miriam Fisk, P&C Director/Chief Actuary

State - Texas

Farm Mutuals

If filing an AnnStat form adopted by the Comm'r, opinion required if D&A WP \geq \$750,000.	Reg 7.31 Reg 7.68(f)(4) Reg 7.68(n)(3)
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Producer-Controlled Insurer

Opinion required annually if controlling producer (defined in Reg 7.202(a)(8)) is in another state.	Reg 7.205(o)(1)
Filing deadline: April 1	Reg 7.205(o)(1)
Qualified actuary is either: <ul style="list-style-type: none"> independent casualty actuary, or other independent loss reserve specialist approved by Comm'r 	Reg 7.205(o)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Reg 7.205(o)(1)

Reinsurance-Intermediary Manager (RM)

Opinion required annually if RM (defined in Stat 4152.001) sets reserves.	Stat 4152.213
Filing deadline: No provision	
Qualified actuary: Academy member in good standing	Stat 4152.001
Scope of Opinion: Loss reserves; business produced by RM	Stat 4152.213

Workers' Comp Self-Insured Groups

Opinion required annually	Labor Code 407A.251(a), (d)
Filing deadline: within six months after end of fiscal year	Labor Code 407A.251(a), (d)
Qualified actuary: Member in good standing of Academy approved for signing casualty opinions by Academy and/or member in good standing of CAS	Reg 5.6402(a)(1) Labor Code 407A.251(d) (conflict with "and" and "or")
Insurer must maintain adequate reserves but not greater than reasonably required	Stat 426.001-003

State - Texas

Captive Insurer

Opinion required	Reg 6.401(b) Reg 6.1(b)(2)(B) Reg 6.304(d) , Reg 6.406(e)
Filing deadline: March 1	Reg 6.401(b)
Qualified actuary: A person who meets the U.S. Qualification Standards promulgated by Academy, and is either member of CAS or a member of Academy who has demonstrated actuarial competence to the satisfaction of the Commissioner	Reg 6.1(b)(11)
Scope of Opinion: Loss and LAE reserves	Stat 964.054
Ceded Risks: May take credit for reserves on risks ceded to reinsurer	Stat 964.052(d)

Title Insurer

Opinion required	Stat 2551.256
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Reg 7.68(f)(1)
Qualified actuary: a member in good standing of Academy	Stat 2551.256
Insurers must follow NAIC SAO Instructions	Reg 7.68(d)
Insurers must follow NAIC AnnStat Instructions	Reg 7.68(d)
Reserve amounts: Insurer must maintain reserves estimated in the aggregate to provide for the payment of loss and LAE on claims for which the insurer may be liable	Stat 421.001
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title Stat 2551.256(c)
Statutory premium reserve Domestic - statutory premium reserve accrued and released according to the formula in the insurance code.	Stat 2551.251-260
Discounting: Permitted for fixed and determinable payments such as those for WC and long-term disability. Comm'r has authority to approve discounts.	Codification
Salvage and Subrogation: Comm'r has authority to approve anticipated salvage and subrogation	Codification

State - Texas

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
Farm Mutuals: If filing an AnnStat form adopted by the Comm'r, D&A WP < \$750,000, unless required by Comm'r	Reg 7.31
Foreign insurers: If Comm'r believes information is not useful	Stat 802.053
Mexican casualty cos. - No opinion required	Reg 7.68(q)
Non-profit legal service corps. - No opinion required	Reg 7.68(p)
Captives: If net written premium or reinsurance assumed is less than \$1 million or the Company has been in operation for less than six months as of the end of the previous calendar year.	Stat 964.060(d)

State - Utah

Contact Information

Commissioner:	Jon Pike
Regulatory Agency:	Utah Insurance Department 4315 S. 2700 West, Ste. 2300 Taylorsville, UT 84129 (801) 957-9200
P/C SAO Contact:	Tomasz Serbinowski, PhD, MAAA, FSA Actuary (801) 957-9324 tserbinowski@utah.gov
<u>Title SAO Contact:</u>	Jake Garn Director, Chief Financial Examiner (801) 957-9220 jwgarn@utah.gov
Captives* SAO Contact:	Travis Wegkamp Captive Insurance Division Director (801) 957-9235 twegkamp@utah.gov

Website Information

Related Website:	insurance.utah.gov
Statutes (Stat):	Insurance Code, Title 31A
Regulations (Rule):	Administrative Rules - Title R590
Annual Statement Checklist:	Checklist - State Filing Instructions

*Please refer to page A-5 for additional discussion of captives.

State - Utah

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State - Utah

Admitted P/C Insurer

Opinion required (to be filed with the NAIC)	Stat 31A-4-113.5 Stat 31A-4-113 Rule R590-147-4
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 31A-4-113 NAIC SAO Instr (1)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	Rule R590-264-3
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 31A-4-113.5 Stat 31A-4-113 Rule R590-147-4
Insurers must follow NAIC AnnStat Instructions	Stat 31A-4-113.5 Stat 31A-4-113 Rule R590-147-4
Reserve amounts: Insurer must reserve amount necessary to pay loss and LAE	Stat 31A-17-402(4)(a) Rule R590-117-4
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required: for domestic; foreign: upon request	Rule R590-264-4
Confidentiality or Other Information Confidentiality may be requested at the time of filing	Rule R590-264-6
AOS Contact	Jake Garn, Financial Regulation & Licensing Division Director (801) 957-9257 jwgarn@utah.gov

State - Utah

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 31A-23a-702(1) Stat 31A-23a-702(5)
Filing deadline: April 1	Stat 31A-23a-702(5)(a)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 31A-23a-702(5)(a)
Scope of Opinion: Loss ratios for each LOB; Loss reserves including IBNR; business placed by producer	Stat 31A-23a-702(5)(a)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 31A-23a-102(6) (GWP ≥ 5 percent PHS last AnnStat)	Stat 31A-23a-603(2)
Filing deadline: No provision	
Scope of Opinion: Loss reserves; business produced by MGA	Stat 31A-23a-603(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 31A-23a-102(10)) sets reserves	Stat 31A-23a-807(3)
Filing deadline: No provision	
Scope of Opinion: Loss reserves; business produced by RM	Stat 31A-23a-807(3)

All Risk Retention Groups (RRG)

Opinion required	Stat 31A-15-204(2)(a)
Filing deadline: No provision	
Qualified actuary is either: <ul style="list-style-type: none"> • a member of the American Academy of Actuaries, or • a loss reserve specialist approved by Comm'r 	Stat 31A-15-204(2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 31A-15-204(2)(a)

State - Utah

Captive Insurer

Opinion required	Rule R590-238-4
Filing deadline: March 1	Stat 31A-37-501(2)(a)
Branch Captive: 60 days after fiscal year-end	Stat 31A-37-501(4)(a)
Qualified actuary: <ul style="list-style-type: none">• Fellow or Associate of CAS, and• Academy member in good standing, and• approved by Commissioner	Rule R590-238-5(4)
Scope of Opinion: Loss and loss expense reserves	Rule R590-238-5(3)(e)
May take credit for reserves on risks to reinsurer, if captive complies with requirements	Stat 31A-37-303 Rule R590-238-11

Sponsored Captive

Opinion required	Stat 31A-37-404(2)(a)
Qualified actuary is an independent actuary who is not an employee of: <ul style="list-style-type: none">• company filing the SAO, or• affiliate of the Company filing the SAO	Stat 31A-37-404(2)(b)
Scope of Opinion: Loss and loss adjustment expense reserves	Stat 31A-37-404(2)(a)
Discounting: Loss and LAE reserves may be discounted at treasury rates	Stat 31A-37-404

State - Utah

Title Insurer

Opinion required	Stat 31A-4-113.5 Stat 31A-4-113 Rule R590-147-4
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 31A-4-113 NAIC SAO Instr (1)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Stat 31A-4-113.5 Stat 31A-4-113 Rule R590-147-4
Insurers must follow NAIC AnnStat Instructions	Stat 31A-4-113.5 Stat 31A-4-113 Rule R590-147-4
Insurer must reserve amount necessary to pay loss and LAE	Stat 31A-17-402(4)(a) Rule R590-117-4
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
Title-statutory premium reserve: 10 cents per \$1,000 net retained liability or Have commissioner review and approve reinsurance contract which covers exposure or risk Release consistent with NAIC AP&P Manual	Stat 31A-17-408 Stat 31A-17-402 Rule R590-117-4

State - Utah

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State - Vermont

Contact Information

Commissioner:	Kaj Samsom Kevin Gaffney
Deputy Commissioner of Captives:	Sandy Bigglestone
Deputy Commissioner of Insurance:	Mary Block Emily Brown
Regulatory Agency:	State of Vermont Department of Financial Regulation 89 Main Street Montpelier, VT 05620-3101 (802) 828-3301
P/C SAO Contact:	Mary Block Emily Brown (802) 622-4146 828-4871 emily.brown mary.block@vermont.gov
Captives* SAO Contact:	Dan Petterson, CPA, CFE, APIR Director of Captive Examinations (802) 828-3304 dan.petterson@vermont.gov

Website Information

Related Website:	State of Vermont - Department of Financial Regulation
Statutes (Stat):	Vermont Statutes, Title 8
Regulations (Reg T):	Vermont Regulations, Regulation I-90-1
Regulations (Reg C):	Captive Ins. Financial Regulation, Regulation 81-2
Memo 1:	Captive Insurance #90/15
Memo 2:	Captive Insurance #91/11
Memo 3:	Captive Insurance #2000/07
Memo 4:	Captive Insurance #2005/02
Memo 5:	Captive Insurance #2005/03
Memo 6:	Captive Insurance #2016/01
Memo 7:	Appointed Actuary Guidance Captive Insurance #2020/01
Annual Statement Checklists:	Domestic Captive Annual Statement Filing Instructions

*Please refer to page A-5 for additional discussion of captives.

State - Vermont

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State - Vermont

Admitted P/C Insurer

Opinion required	Stat 3577 (a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No Captives: No
Filing deadline: March 1	Stat 3562
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, qualified to sign opinions for property and casualty ins companies in accordance with CAS qualification standards, and familiar with valuation requirements for property and casualty ins companies the Comm'r may disqualify an actuary under specific circumstances Company employee permitted except as noted 	Stat 3577 (i) Stat 3577 (j)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurer must follow NAIC SAO Instructions	Stat 3561 (a)
Insurer must follow NAIC AnnStat Instructions	Stat 3561 (a)
Reserve amounts: Insurer must maintain sound loss and LAE reserves	Stat 3502
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Reconciliation: Data to Sched P Pt. 1	NAIC SAO Instr (4) and (7)
Material change in assumption: Describe change from prior year and impact	NAIC SAO Instr (6e)
Other: Explain significant changes in reserves set in prior years	Memo 90/15(5)

State - Vermont

Admitted P/C insurer, continued

AOS Required	Stat 3577(c)(1) Domestic Captive Filing Requirements
AOS Contact	Karen Ducharme (Insurance) Dan Petterson(Captives)

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 4816 Stat 4824 (b)(6)
Filing deadline: April 1	Stat 4824 (b)(6)
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 4824 (b)(6)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 4824 (b)(6)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 4815 (GWP ≥ 5 percent PHS last AnnStat)	Stat 4819 (a)(2)
Filing deadline: No provision	
Qualified Actuary must be: <ul style="list-style-type: none"> • CAS member in good standing, • qualified to sign opinions for property and casualty ins companies in accordance with CAS qualification standards, and • familiar with valuation requirements for property and casualty ins companies 	Stat 4815 (1) Stat 3577 (i)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 4819 (a)(2)

State - Vermont

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 4815) sets reserves	Stat 4819 (c)(3)
Filing deadline: No provision	
Qualified Actuary must be: <ul style="list-style-type: none"> CAS member in good standing, qualified to sign opinions for property and casualty ins companies in accordance with CAS qualification standards, and familiar with valuation requirements for property and casualty ins companies 	Stat 4815 (1) Stat 3577 (i)
Scope of Opinion: Loss reserves; business produces by RM	Stat 4819 (c)(3)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 6053 (2)(A)
Filing deadline: March 1	Foreign RRG checklist
Qualified Actuary is either: <ul style="list-style-type: none"> qualified loss reserve specialist, or Academy member 	Stat 6053 (2)(A)
Scope of Opinion: Loss and LAE reserves	Stat 6053 (2)(A)

Risk Retention Groups Chartered in Vermont

Opinion and Opinion Summary required annually	Reg C-81-2 (rev.), Sect.4
Original Signature (Handwritten on Paper) Required	No
Filing deadline: Opinion = March 1; AOS = March 15	Reg C-81-2 (rev.), Sect.4
Actuary Qualifications <ul style="list-style-type: none"> Approved by Comm'r and: FCAS, or Academy member in good standing, or SOA member in good standing, or Demonstrated competence in loss reserve evaluation to Comm'r 	Reg C-81-2 (rev.), Sect.4 Appointed Actuary Guidance Memo 2020/01

State - Vermont

Risk Retention Groups Chartered in Vermont, continued

<p>Actuary Appointment</p> <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	<p>Reg C-81-2 (rev.), Sect.4 Appointed Actuary Guidance Memo 2020/01</p>
<p>Change of Actuary</p> <p>Company must:</p> <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	<p>Appointed Actuary Guidance Memo 2020/01 Memo 2005/02 Memo 2005/03</p>
<p>Insurer must follow NAIC SAO Instructions</p>	<p>Reg C-81-2 (rev.), Sect.4 Appointed Actuary Guidance Memo 2020/01 Memo 2005/02 Memo 2005/03</p>
<p>Insurer must follow NAIC Ann Stat Instructions</p>	<p>Reg C-81-2 (rev.), Sect.4 Appointed Actuary Guidance Memo 2020/01 Memo 2005/02 Memo 2005/03</p>
<p>Scope of Opinion: Loss and LAE reserves, gross and net reserves separately</p>	<p>Reg C-81-2 (rev.), Sect. 4 Appointed Actuary Guidance Memo 2020/01 Memo 2000/07 Memo 90/15(3)</p>
<p>Reconciliation: Data to Sched P Part 1</p>	<p>Memo 2005/02 Memo 2005/03 Memo 90/15(6)</p>
<p>Material change in assumption: Describe change from prior year and impact</p>	<p>Memo 90/15(4)</p>
<p>Other: Explain significant changes in reserves set in prior years</p>	<p>Memo 90/15(5)</p>
<p>Opinion must:</p> <ul style="list-style-type: none"> • be addressed to Deputy Commissioner of Captive Insurance • contain name of approved individual who certifies reserves • be submitted electronically 	<p>Memo 90/15(1) Memo 90/15(2) Filing Requirements</p>

State - Vermont

Captive Insurer

Opinion required annually	Reg C-81-2 (rev.), Sect. 4
Filing deadline: June 30 or 180 days after fiscal year end	Reg C-81-2 (rev.), Sect. 4
Qualified Actuary is approved by Comm'r and: <ul style="list-style-type: none"> • FCAS, or • Academy member in good standing, or • SOA member in good standing, or • individual who has demonstrated competence in loss reserve evaluation to Comm'r 	Reg C-81-2 (rev.), Sect. 4 Appointed Actuary Guidance Memo 2020/01
Scope of Opinion: Loss and LAE reserves; gross and net reserves separately	Reg C-81-2 (rev.), Sect. 4 Memo 90/15(3) Memo 2000/07
Reconciliation: Explain significant changes to reserves shown in Annual Report	Memo 90/15(6)
Material change in assumption: Captive Insurer - Explain change from prior year	Memo 90/15(4)
State total o/s loss and LAE reserves.	Memo 90/15(3) Memo 2000/07
Opinion must: <ul style="list-style-type: none"> • be addressed to Deputy Commissioner of Captive Insurance • contain name of approved individual who certifies reserves • be submitted electronically 	Memo 90/15(1) Memo 90/15(2) Filing Requirements
AOS Contact	Dan Petterson

Intermunicipal Association (Assn)

Opinion required (assn defined in Reg T 2 D)	Reg T 12 D
Filing deadline: 120 days after end of fiscal year	Reg T 12 A
Qualified Actuary must be: <ul style="list-style-type: none"> • not an employee of the assn, • meets Academy qualification standards, and • experienced in the area of self-insured programs 	Reg T 2 B
Scope of Opinion: Loss and LAE reserves	Reg T 12 D
Discounting: Not allowed unless approved by Comm'r. Actuary must certify that discounting is in accordance with "customary practice of the traditional insurance industry and will not adversely affect the fiscal integrity" of assn	Reg T 12 C.1

State - Vermont

Title Insurer

Opinion required	Stat 3577 (a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No Captives: No
Filing deadline: March 1	Stat 3562
Actuary Qualifications either <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurer must follow NAIC SAO Instructions	Stat 3561 (a)
Insurer must follow NAIC AnnStat Instructions	Stat 3561 (a)
Insurer must maintain sound loss and LAE reserves	Stat 3502
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

SAO Exemptions

<ul style="list-style-type: none"> Small companies: <ul style="list-style-type: none"> less than \$1 million D&A WP, and less than \$1 million total D&A loss and LAE reserves at year-end Under supervision or conservatorship Nature of business - submit to domiciliary Comm'r Financial hardship <ul style="list-style-type: none"> submit to comm'r. Exemption may be granted at any time and from time to time for specified period(s) File for exemption by December 1 	NAIC SAO Instr (1B) Stat 3577 (k)
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State - Vermont

Memos

MEMO #90/15

TO: All Captive Actuaries Doing Business in Vermont

FROM: Leonard D. Crouse, Director of Captive Insurance

DATE: December 7, 1990

SUBJECT: Certification of Loss Reserves and Loss Expense Reserves

In addition to the requirements stated in Captive Insurance Financial Regulation 81-2, Section 3 (E), the following information is required to be included in all Loss Reserve Certifications for the year ended December 31, 1990.

- 1) Certification should be addressed to Leonard D. Crouse, Director of Captives.
- 2) Certifications must include the name of the approved individual who certifies the adequacy of the reserves.
- 3) Certifications must state the amount of the total outstanding loss reserves, and the loss expense reserves, as of December 31, 1990.
- 4) Certifications should include an explanation of any changes in the methodology used to determine the reserves from the previous year.
- 5) Certifications should include an explanation of any significant changes to reserves set in prior years.
- 6) Certifications should include an explanation of any significant changes to the reserves as shown in the Annual Report filed with this Department.

Thank you for your cooperation.

cc: All Captive Managers

State - Vermont

MEMO #2000/07

TO: All Captive Insurance Actuaries Doing Business in Vermont

FROM: Leonard L. Crouse, Director of Captive Insurance

DATE: August 18, 2000

SUBJECT: Certification of Loss Reserves and Loss Expense Reserves

In addition to the requirements stated in Captive Insurance Financial Regulation 81-2, Section 3 (E), the following information is required to be included in all Actuarial Opinions beginning with the year ended December 31, 2000:

Certifications must state a separate amount for the following net and gross reserves:

- Reserve for Unpaid Losses and Loss Adjustment Expenses – Direct and Assumed
- Net Reserve for Unpaid Losses and Loss Adjustment Expenses (less reinsurance recoverable)

Thank you for your cooperation.

cc: All Captive Managers

State - Vermont

MEMO #2005/02

TO: Captive Managers

FROM: Len Crouse, Deputy Commissioner of Captive Insurance

DATE: February 7, 2005

SUBJECT: Actuarial Opinions

Please be advised that the NAIC has made changes to the Statement of Actuarial Opinion instructions effective for loss reserves as of December 31, 2004. This Department requires that the changes be implemented for all Risk Retention Group and Association captive insurance companies domiciled in Vermont.

The new instructions include additional required disclosures, and a new “data testing requirement.” Under the new data testing requirements, company management is required to instruct the independent CPA to subject the data used by the appointed actuary to testing procedures.

The Department has always felt, that for any captive, the independent CPA is required to test the data used by the appointed actuary. Although this may be the case, there are now formal rules in place which are required for all Risk Retention Group and Association captives.

cc: Approved Actuaries
Approved CPA's

State - Vermont

MEMO #2005/03

TO: Captive Managers

FROM: Peter Raymond, Director of Financial Examinations

DATE: May 20, 2005

SUBJECT: Actuarial Opinions

As you already know, the NAIC has made changes to the Statement of Actuarial Opinion instructions. Some of the changes are effective for loss reserves as of December 31, 2004 and some are effective as of December 31, 2005. This Department requires that the changes be implemented for all Risk Retention group and Association captive insurance companies domiciled in Vermont.

In summary, the NACI has made the following recent changes:

- Revamped the Statement of Actuarial Opinion instructions.
- Implemented a new data testing rule.
- Requires companies to disclose previous disputes when they replace their actuary.
- Introduced a new Actuarial Opinion Summary for regulators.
- Developed a new model law to protect the confidentiality of the Actuarial Opinion Summary.

...

State - Vermont

MEMO #2016/01

TO: Vermont Captive Managers

FROM: Sandy Bigglestone, Director of Captive Insurance

DATE: January 13, 2016

SUBJECT: Annual Filings – Updates & Reminders (with attachments)

For your information and assistance in preparing the 2015 year-end and other annual filings, please note the Department website includes comprehensive listings of filing requirements by type of captive:

<http://www.dfr.vermont.gov/captives/annual-filing-instructions-vermont-domestic-captives>

New –

Specific to risk retention groups, and in accordance with NAIC standards, the Department requires the Actuarial Opinion to be filed on or before March 1 and the Actuarial Opinion Summary to be filed on or before March 15. The Department is in the process of drafting revisions to Regulation C-81-2 to correspond with the change.

The change in the Actuarial Opinion and Actuarial Opinion summary filing dates will bring risk retention groups into alignment with NAIC filing timeframes and further, to acknowledge the actuary is opinion on the year-end balances contained within the NAIC Annual Statement. We find that the majority of risk retention groups do file these documents by March 1, even though Regulation C-81-2 imposes a filing date of June 30. Risk retention groups are encouraged to file the December 31, 2015 opinions in accordance with the new requirements; however, given the short notice, the Department will allow, by individual request, another year to come into compliance with the new requirement. ...

State - Vermont

MEMO #2020-01

TO: ~~_____ Vermont Approved Actuaries~~

CC: ~~_____ Vermont Captive Manager Contacts; Direct Company Contacts; RRG Contacts; Legal Contacts; Other Industry Contacts; Service Provider Industry Contacts~~

FROM: ~~_____ David Provost, Deputy Commissioner of Captive Insurance~~

DATE: ~~_____ January 16, 2020~~

SUBJECT: ~~_____ Guidance on Appointed P&C Actuaries effective 12/31/2019~~

~~There are now competing property/casualty actuarial educational organizations, and no specific standards setting the minimum level of education expected for an Appointed Actuary in the United States insurance industry. The NAIC has developed new minimum standards designed to avoid any potential development of lower educational standards in a competitive environment, to ensure Appointed Actuaries can be expected to have a minimum level of education to perform the duties of an Appointed Actuary, and to provide regulatory expectations of a profession that provides a vital service for regulators and the public by issuance of the financial statement actuarial opinion. The new standards are incorporated into the P&C annual statement instructions and are to be implemented commencing with the 2019 annual statement.~~

~~The NAIC 's updated "2019 Property/Casualty Annual Statement Instructions" changed the definition of "Qualified Actuary" and requires each company's Appointed Actuary to provide documentation of how their Appointed Actuary meets that definition. Vermont Risk Retention Groups should ensure their Appointed Actuary follows this guidance beginning with reserve opinions as of December 31, 2019.~~

~~The Appointed Actuary shall provide the qualification documentation on occasion of their appointment, and annually thereafter. To allow some transition for Vermont companies, actuaries that were appointed prior to 12/31/2019 can deliver the qualifications communication to the companies when the 2019 opinions are issued. When the Board of Directors meets sometime during 2020, they can formally accept the documentation for 2019 year-end opinions. For the avoidance of doubt, we are not requiring special meetings of the Board to implement this change. Subsequent annual qualification documents can then be part of regularly scheduled meetings. New appointees after 1/1/2020 should provide their qualifications upon appointment. Like the actuary appointment itself, we will expect the qualifications acknowledgement to be documented in the Company's Board of Director meeting minutes.~~

~~Here are some helpful links:~~

- ~~• NAIC annual statement instructions changes: [NAIC Instructions](#)~~
- ~~• The American Academy of Actuaries website: www.actuary.org, look for the 2019 practice note. Some content is available only to members of the Academy.~~
- ~~• Regulatory Guidance from the NAIC, including sample communications template: https://content.naic.org/sites/default/files/inline-files/Regulatory%20Guidance%202019%2010-25-19_0.pdf~~

State - Vermont

~~These new requirements are the de facto industry standard, required for all companies that file with the NAIC, including Vermont-domiciled risk retention groups. We plan to update Vermont Regulation C-1981-02 to implement the new standards for all captives in the near future and will revise our Approved Actuary application accordingly.~~

~~Thank you~~

State – Virginia

Contact Information

Commissioner: Scott A. White

Regulatory Agency: Virginia State Corporation Commission
Bureau of Insurance
(Mail Delivery) (Hand Delivery)
P.O. Box 1157 1300 East Main Street
Richmond, VA 23218 Richmond, VA 23219
(804) 371-9741

Captives* & P/C SAO Contact: Connie Duong, CPA, MHP
Supervisor, Financial Analysis Section
(804) 371-9901
connie.duong@scc.virginia.gov

Website Information

Related Website: <https://scc.virginia.gov/pages/Administration-of-Insurance-Regulation-in-Virginia>

Statutes (Stat): [Code of Virginia, Title 38.2](#)

Regulations (Reg): [Virginia Administrative Code, Bureau of Insurance, Title 14](#)

Admin Letters (AL): [Bureau of Insurance, Administrative Letters](#)

Annual Statement Checklists: [Property & Casualty Insurers Annual Statement Checklist](#)
[Title Insurers Annual Statement Checklist](#)

*Please refer to page A-5 for additional discussion of captives.

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[Reinsurance Intermediary-Manager](#)

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[Mutual Assessment Property & Casualty Insurers](#)

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State – Virginia

Admitted P/C Insurer

Opinion required	Stat 38.2-1315.1 AL 1999-8
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 38.2-1315.1(E) Stat 38.2-1300(A) AL 1999-8
<p>Actuary</p> <p>Qualifications</p> <p>Meets basic education, experience, and continuing education requirements of the Specific Qualification Standard for Statements of Actuarial Opinion, NAIC Property and Casualty Annual Statement, as set forth in the <i>Qualification Standards for Actuaries Issuing Statements of Actuarial Opinion in the United States</i> and is either:</p> <ul style="list-style-type: none"> • Academy member in good standing qualified to sign SAO in accordance with Academy Qualification Standards, or • Individual acceptable to the Commission who is either a Fellow or an Associate of the SOA or CAS • Company employee permitted except as noted 	NAIC SAO Inst. (1A) AL 1999-8
<p>Appointment</p> <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	AL 1999-8
<p>Change of Actuary</p> <p>Company must:</p> <ul style="list-style-type: none"> • Notify Comm'r within 5 days • Provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) AL 1999-8
Insurers must follow NAIC SAO Instructions	Stat 38.2-1315.1(A) AL 1999-8
Insurers must follow NAIC AnnStat Instructions	Stat 38.2-1315.1(A) Stat 38.2-1300(C)
<p>Reserve amounts:</p> <p>Insurer must maintain reserves estimated to be sufficient to provide for the payment of loss and LAE on claims for which the insurer may be liable</p>	Stat 38.2-1314
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)

State – Virginia

Admitted P/C Insurer, continued

Minimum reserves: Home protection companies - Reserves shall equal at least 50 percent of premiums received from all contracts in force in Virginia, less applicable reinsurance and paid losses	Stat 38.2-2606
Data Evaluation: If actuary relies on another person to determine accuracy of underlying records, that person must submit statement certifying accuracy of records	AL 1999-8
AOS Required	Stat 38.2-1315.1(B)
Confidentiality or Other Information	Stat 38.2-1315.1(F)
AOS Contact	Connie Duong

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 38.2-1343(A) Stat 38.2-1343(E)(1)
Filing deadline: Last day of February	Stat 38.2-1343(E)(1)
Qualified Actuary: independent casualty actuary	Stat 38.2-1343(E)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 38.2-1343(E)(1)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 38.2-1358 (GWP ≥ 5 percent PHS last AnnStat)	Stat 38.2-1361(B)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 38.2-1358
Scope of Opinion: Loss reserves; business produced by MGA	Stat 38.2-1361(B)

State – Virginia

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 38.2-1347) sets reserves	Stat 38.2-1354(C)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 38.2-1347
Scope of Opinion: Loss reserves; business produced by RM	Stat 38.2-1354(C)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 38.2-5103(2)(a)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> • Qualified loss reserve specialist per NAIC, or • Academy member 	Stat 38.2-5103(2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 38.2-5103(2)(a)

Captives, Reciprocal, Home Protection Companies, Legal Service Plans

Opinion required	Stat 38.2-1315.1 AL 1999-8
Minimum reserves - Home protection companies: Reserves shall equal at least 50 percent of premiums received from all contracts in force in Virginia, less applicable reinsurance and paid losses	Stat 38.2-2606

Mutual Assessment Property & Casualty Insurers

Opinion required if company has at least 500 members and \$500,000 in annual assessments received	Stat 38.2-1315.1 AL 1999-8
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State – Virginia

Title Insurer

Opinion required	Stat 38.2-1315.1 Stat 38.2-4610.2(A) AL 1999-8
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	AL 1999-8
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board 	NAIC SAO Instr (1) Title AL 1999-8
Change of Actuary Company must: <ul style="list-style-type: none"> Notify Comm'r within 5 days Provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title AL 1999-8
Insurers must follow NAIC SAO Instructions	Stat 38.2-1315.1(A) AL 1999-8
Insurers must follow NAIC AnnStat Instructions	Stat 38.2-4610.2(A)
Reserve amounts: Must evaluate reserves for both losses and unearned premiums Must be used when calculating the release of the unearned premium reserve Insurer must maintain reserves estimated to be sufficient to provide for the payment of loss and LAE on claims for which it has received notice Domestic - Must include excess of qualified actuary's projection over held reserves; may be discounted (see below) Foreign or alien title insurance company - Must include excess of qualified actuary's projection over held reserves	Stat 38.2-4610.2(A) Stat. 38.2-4610.1(F) Stat 38.2-4609 Stat 38.2-4610.2(B) Stat 38.2-4610.2(C)
Scope of Opinion: Includes unearned premium reserves and loss reserves	Stat 38.2-4610.2(A)

State – Virginia

Title Insurer, continued

<p>Statutory premium reserve</p> <p>Domestic - Initially, sum of</p> <p>(1) unearned premium reserve on June 30, 1986</p> <p>(2) \$1.50 per policy and 12.5 cents per \$1,000 net retained liability on risks written after June 30, 1986; released 10 percent per year for first five years, and 3.33 percent per year thereafter</p> <p>Other - Pursuant to the reserving laws of that foreign title insurance company's domiciliary regulator, so long as domiciliary regulator is accredited by NAIC's Accreditation Program</p>	<p>Stat 38.2-4610.1(D)</p> <p>Stat 38.2-4610.1(F)</p> <p>Stat 38.2-4610.1:1</p>
<p>Discounting – domestic:</p> <p>For excess of qualified actuary's projection over held reserves, may discount; interest rate shall be</p> <p>(1) based on portfolio interest rate approach with provision for risk margins, and</p> <p>(2) subject to actuarial standards for discounting</p>	<p>Stat 38.2-4610.2(B)</p>
<p>Data Evaluation:</p> <p>If actuary relies on another person to determine accuracy of underlying records, that person must submit statement certifying accuracy of records</p>	<p>AL 1999-8</p>

SAO Exemptions

<p>Filing deadline: December 1</p> <p>Under supervision: Submit to Comm'r</p> <p>Nature of business: Submit to Comm'r</p> <p>Financial hardship: Submit to Comm'r</p>	<p>Stat 38.2-1315.1</p> <p>AL 1999-8</p>
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State - Washington

Contact Information

Commissioner:	Patricia Kuderer
Regulatory Agency:	Office of Insurance Commissioner
Mailing Address:	Washington State P.O. Box 40255 Olympia, Washington 98504-0255
Street Address:	5000 Capitol Boulevard, SE Tumwater, WA 98501 (360) 725-7000
P/C SAO Contact:	Steven E. Drutz, CPA, CFE Chief Financial Analyst (360) 725-7209 Steve.Drutz@oic.wa.gov

Website Information

Related Website:	www.insurance.wa.gov
Statutes (Stat):	Revised Code of Washington, Title 42 , Title 48
Regulations (Reg):	Washington Administrative Code, Title 284
Annual Statement Checklists:	Financial Filing Checklists

State - Washington

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State - Washington

Admitted P/C Insurer

Opinion required	Stat 48.05.383 Reg 284-07-060 (2)
Original Signature (Handwritten on Paper) Required for SAO	No [Reg 284-07-060 (2)(c)]
Filing deadline: March 1	Stat 48.05.250(1) Stat 48.05.400(1)
Actuary Qualifications <ul style="list-style-type: none"> • Meets basic education, experience, and continuing education requirements • Maintains accepted actuarial designation • Is a member of a professional actuarial association, or • Academy member approved by Casualty Practice Council, or • Person with documented experience, skill, and knowledge equivalent to CAS or AAA member, and with approval of Comm'r 	Reg 284-07-060 (4)
Affiliation Company employee permitted, except as noted	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Stat 48.05.383 Reg 284-07-060 (2)
Insurers must follow NAIC AnnStat Instructions	Stat 48.05.383 Reg 284-07-060 (2)
Reserve amounts: Insurer must maintain adequate loss reserves	Stat 48.12.080(2)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)

State - Washington

Admitted P/C Insurer, continued

Personal injury liab & employer's liab insurance <ul style="list-style-type: none"> • shall be computed in accordance with accepted loss reserving standards and principles • liability policies written during the 3 years immediately preceding the date of determination shall include any additional reserves required by the AnnStat Instructions of the NAIC 	Stat 48.12.090
AOS Required	Stat 48.05.383(2) and (3)
Confidentiality or Other Information	Stat 48.05.385 , Stat 42.56.403
AOS Contact	Steven Drutz

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 48.97.015(1) Stat 48.97.015(4)(a)
Filing deadline: April 1	Stat 48.97.015(4)(a)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 48.97.015(4)(a)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 48.97.015(4)(a)

Managing General Agent (MGA)

Opinion required annually if MGA (as defined in Stat 48.98.005(3)) sets reserves	Stat 48.98.020(2)
Filing deadline: No provision	
Qualified actuary: Academy member in good standing	Stat 48.98.005(1)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 48.98.020(2)

State - Washington

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Stat 48.94.005(5,6,7)) sets reserves	Stat 48.94.040(3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 48.94.005(1)
Scope of Opinion: Loss reserves; business produced by RM	Stat 48.94.040(3)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 48.92.040(2)(a)
Filing deadline: No provision	
Qualified actuary is either: <ul style="list-style-type: none"> • Academy member, or • qualified loss reserve specialist per NAIC criteria 	Stat 48.92.040(2)(a)
Scope of Opinion: Loss and LAE reserves	Stat 48.92.040(2)(a)

Title Insurer

Opinion required	Stat 48.05.400(1) Reg 284-07-060 (2)
Original Signature (Handwritten on Paper) Required for SAO	No [Reg 284-07-060 (2)(c)]
Filing deadline: March 1	Stat 48.05.400(1) Reg 284-07-060
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> • by Board of Directors or equivalent • by December 31 • reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title

State - Washington

Title Insurer, continued

Insurers must follow NAIC SAO Instructions	Reg 284-07-060 (2)
Insurers must follow NAIC AnnStat Instructions	Reg 284-07-060 (2)
Insurer must maintain adequate loss reserves	Stat 48.12.080(2)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
Unearned premium reserve: See statute	Stat 48.29.120
Special reserve: See statute	Stat 48.29.120

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under rehabilitation or liquidation• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds the lesser of:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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State – West Virginia

Contact Information

Commissioner: Allan L. McVey

Regulatory Agency: West Virginia Offices of the Insurance Commissioner

Mailing Address: P.O. Box 50540
Charleston, WV 25305-0540

Physical Address: West Virginia Lottery Building
900 Pennsylvania Avenue
Charleston, WV 25302
General Consumer Service: (304) 558-3386
Executive Offices: (304) 558-3354

P/C and Captives* SAO Contact: ~~Justin Parr~~~~Melinda Kiss~~
~~Insurance Director, Financial Conditions~~~~Assistant~~
~~Commissioner~~
(304) ~~414-8493~~~~558-2100~~
~~melinda.a.kiss~~~~Justin.E.Parr@wv.gov~~

Website Information

Related Website: <http://www.wvinsurance.gov/>

Statutes (Stat): [Insurance Code, Chapter 33](#)

Regulations (Reg): [West Virginia Code of State Rules](#)

Company Information: [State Filing Instructions](#)
[P&C Checklist](#)
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*Please refer to page A-5 for additional discussion of captives.

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Managing General Agent

Reinsurance Intermediary-Manager

Foreign Risk Retention Group

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State – West Virginia

Admitted P/C Insurer and Captive Risk Retention Group (RRG)

Opinion required	Stat 33-4-14(a) Stat 33-31-16a
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 33-4-14(a)
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurer must follow NAIC SAO Instructions	Stat 33-4-14(a) Reg Title 114-41A-2
Insurer must follow NAIC AnnStat Instructions	Stat 33-4-14(a)
Insurer must maintain adequate loss and LAE reserves	Stat 33-7-5(b) Stat 33-7-8(b)
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4) Stat 33-7-5
AOS Required	Reg Title 114-41A-2
Confidentiality or Other Information	Reg Title 114-41A-3
AOS Contact	Michael D. Crum Justin Parr

State – West Virginia

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Stat 33-36-4(a) Stat 33-36-4(d)(1)
Filing deadline: April 1	Stat 33-36-4(d)
Qualified actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Stat 33-36-4(d)(1)
Scope of Opinion: Loss reserves including IBNR; business placed by producer	Stat 33-36-4(d)(1)

Managing General Agent

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 33-37-1(d) (GWP ≥ 5 percent PHS last AnnStat)	Stat 33-37-4(b)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 33-37-1(a)
Scope of Opinion: Loss reserves; business produced by MGA	Stat 33-37-4(b)

Reinsurance Intermediary-Manager

Opinion required annually if RM (defined in Stat 33-38-2(i)) sets reserves	Stat 33-38-9(c)
Filing deadline: No provision	
Qualified actuary: Academy member in good standing	Stat 33-38-2(a)
Scope of Opinion: Loss reserves; business produced by RM	Stat 33-38-9(c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 33-32-4(e)(1)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: No provision	
Qualified actuary is either: <ul style="list-style-type: none"> • qualified loss reserve specialist per NAIC, or • Academy member 	Stat 33-32-4(e)(1)
Scope of Opinion: Loss and LAE reserves	Stat 33-32-4(e)(1)

State – West Virginia

Title Insurer

Opinion required	Stat 33-4-14(a)
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Stat 33-4-14(a)
Actuary Qualifications <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurer must follow NAIC SAO Instructions	Stat 33-4-14(a)
Insurer must follow NAIC AnnStat Instructions	Stat 33-4-14(a)
Insurer must maintain adequate loss and LAE reserves	Stat 33-7-5(b) Stat 33-7-8(b)
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

SAO Exemptions

<ul style="list-style-type: none"> Small companies: <ul style="list-style-type: none"> less than \$1 million D&A WP and less than \$1 million total D&A loss and LAE reserve at year-end Under rehabilitation or liquidation Nature of business - submit to domiciliary Comm'r Financial hardship – if cost of SAO exceeds the lesser of: <ul style="list-style-type: none"> 1 percent capital & surplus, or 3 percent D&A WP File for exemption by December 1 	NAIC SAO Instr (1B)
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State - Wisconsin

Contact Information

Commissioner: Nathan Houdek

Regulatory Agency: State of Wisconsin
Office of the Commissioner of Insurance
~~125 S~~ 101 E. ~~Wilson~~ ebster Street
Madison, WI 53703-~~3474~~
(608) 266-3585

P/C SAO Contact: Levi Olson~~Jerry DeArmond~~
Policy and Claim Reserve Specialist
(608) 264-8125~~7-3558~~
~~jerry.dearmond~~levi.olson@wisconsin.gov

Website Information

Related Website: <http://oci.wi.gov/laws.htm>

Statutes (Stat): [Wisconsin Insurance Statutes](#)

Regulations (Reg): [Wisconsin Administrative Code](#)

Annual Statement Checklists: [Annual Statement Packets](#)

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State - Wisconsin

Admitted P/C Insurer

Opinion required	Reg Ins 50.30
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Reg Ins 50.20(2) Reg Ins 50.25(2)
Actuary Qualifications <ul style="list-style-type: none"> • Meets basic education, experience, and continuing education requirements • Maintains an Accepted Actuarial Designation • Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board • Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg Ins 50.30
Insurers must follow NAIC AnnStat Instructions	Reg Ins 50.20(1)(b)
Comm'r may order insurer to adjust reserves if not appropriate for obligations	Stat 623.21
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Reg Ins 50.30(2)
Confidentiality or Other Information	Reg Ins 50.30(4) Stat 601.465
AOS Contact	Levi Olson Jerry DeArmond

State - Wisconsin

Producer-Controlled Insurer

Opinion required if GWP placed by producer is ≥ 5 percent of the insurer's admitted assets (as rep'd in September qtrly statement), unless the producer and insurer work exclusively with each other	Reg Ins 45.02(2)(a), (b) Reg Ins 45.06
Filing deadline: April 1	Reg Ins 45.06
Qualified Actuary is either: <ul style="list-style-type: none"> • independent casualty actuary, or • other independent loss reserve specialist approved by Comm'r 	Reg Ins 45.06(1)
Scope of Opinion: Controlled insurer shall have an audit committee that shall review adequacy of insurer's loss reserves with an independent casualty actuary or an independent loss reserve specialist	Reg Ins 45.05

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Reg 42.01(3) (GWP ≥ 5 percent PHS last AnnStat)	Reg Ins 42.05(2)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Reg Ins 42.01(1)
Scope of Opinion: Loss reserves; business produced by MGA	Reg Ins 42.05(2)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (defined in Reg Ins. 47.01(6)-(8)) sets reserves	Reg Ins 47.08(3)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Reg Ins 47.01(1)
Scope of Opinion: Loss reserves; business produced by RM	Reg Ins 47.08(3)

State - Wisconsin

Title Insurer

Opinion required	Reg Ins 50.30
Original Signature (Handwritten on Paper) Required for SAO	No
Filing deadline: March 1	Reg Ins 50.20 Reg Ins 50.25
Actuary Qualifications <ul style="list-style-type: none"> • CAS member in good standing, or • Academy member approved by Casualty Practice Council • Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
Appointment <ul style="list-style-type: none"> • By Board of Directors or equivalent • By December 31 • Reports to Board 	NAIC SAO Instr (1) Title
Change of Actuary Company must: <ul style="list-style-type: none"> • notify Comm'r within 5 days • provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1) Title
Insurers must follow NAIC SAO Instructions	Reg Ins 50.30
Insurers must follow NAIC AnnStat Instructions	Reg Ins 50.20(1)(b)
Comm'r may order insurer to adjust reserves if not appropriate for obligations	Stat 623.21
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title

SAO Exemptions

<ul style="list-style-type: none"> • Small companies: <ul style="list-style-type: none"> ▪ less than \$1 million D&A WP and ▪ less than \$1 million total D&A loss and LAE reserves at year-end • Under rehabilitation or liquidation • Nature of business - submit to domiciliary Comm'r • Financial hardship – if cost of SAO exceeds the lesser of: <ul style="list-style-type: none"> ▪ 1 percent capital & surplus, or ▪ 3 percent D&A WP • File for exemption by December 1 	NAIC SAO Instr (1B)
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State - Wyoming

Contact Information

Commissioner: Jeffrey P. Rude

Regulatory Agency: Wyoming Department of Insurance
106 E. 6th Avenue
Cheyenne, WY 82002
(307) 777-7401

P/C SAO Contact: Tracy McEwen
Chief Financial Examiner
(307) 777-~~5619~~6895
tracy.mcewen1@wyo.gov

Website Information

Related Website: <http://doi.wyo.gov>

Statutes (Stat): [Insurance Code, Title 26](#)

Regulations (Reg): [Administrative Rules & Regulations, State Insurance Department](#)

Annual Statement Checklists: [Annual Statement Checklists](#)

State - Wyoming

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State - Wyoming

Admitted P/C Insurer

Opinion required	Stat 26-3-204 (a) Stat 26-6-402
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1 Can be extended up to 30 days by the Comm'r	Reg Ins Ch 47 § 2
Actuary Qualifications <ul style="list-style-type: none"> Meets basic education, experience, and continuing education requirements Maintains an Accepted Actuarial Designation Is a member of a professional actuarial association 	NAIC SAO Instr (1A)
Appointment <ul style="list-style-type: none"> By Board of Directors or equivalent By December 31 Reports to Board Actuary qualification documentation provided to Board of Directors at initial appointment and annually thereafter 	NAIC SAO Instr (1)
Change of Actuary Company must: <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	NAIC SAO Instr (1)
Insurers must follow NAIC SAO Instructions	Reg Ins Ch 47 § 4
Insurers must follow NAIC AnnStat Instructions	Reg Ins Ch 47 § 4
Reserve amounts: Insurers must maintain adequate loss reserves	Stat 26-6-108
Scope of Opinion: Loss and LAE reserves	NAIC SAO Instr (4)
AOS Required	Stat 26-6-401 and Stat 26-6-402

State - Wyoming

Broker-Controlled Insurer

Opinion required if broker holds proxies representing ≥ 10 percent of the voting securities of any other person	Stat 26-44-101 (a)(iii) Stat 26-45-104 (e)
Filing deadline: April 1	Stat 26-45-104 (e)
Qualified Actuary cannot be an employee of or in any way affiliated with the broker or insurer and is: <ul style="list-style-type: none"> Academy member in good standing, or loss reserve specialist acceptable to Comm'r 	Stat 26-45-102 (a)(vi) Stat 26-45-104 (e)
Scope of Opinion: Loss reserves including IBNR; business placed by broker	Stat 26-45-104 (e)

Managing General Agent (MGA)

Opinion required annually if MGA sets reserves and is an MGA as defined in Stat 26-46-101 (a)(ii) (GWP ≥ 5 percent PHS last AnnStat)	Stat 26-46-104 (b)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 26-46-101 (a)(i)
Scope of Opinion: Loss reserves; business produced by controlling agent	Stat 26-46-104 (b)

Reinsurance Intermediary-Manager (RM)

Opinion required annually if RM (as defined in Stat 26-47-102 (a)(v)) sets reserves	Stat 26-47-110 (c)
Filing deadline: No provision	
Qualified Actuary: Academy member in good standing	Stat 26-47-102 (a)(i)
Scope of Opinion: Loss reserves; business produced by RM	Stat 26-47-110 (c)

Foreign Risk Retention Group (RRG)

Opinion required	Stat 26-36-105 (c)(i)
Filing deadline: No provision	
Qualified Actuary is either: <ul style="list-style-type: none"> qualified loss reserve specialist per NAIC, or Academy member 	Stat 26-36-105 (c)(i)
Scope of Opinion: Loss and LAE reserves	Stat 26-36-105 (c)(i)

State - Wyoming

Title Insurer

Opinion required	Stat 26-3-204 (a)
Original Signature (Handwritten on Paper) Required for SAO	Domestic: No Yes Foreign: No
Filing deadline: March 1	Stat 26-3-204 (a)
<p>Actuary Qualifications</p> <ul style="list-style-type: none"> CAS member in good standing, or Academy member approved by Casualty Practice Council Company employee permitted except as noted 	NAIC SAO Instr (1A) Title
<p>Appointment</p> <ul style="list-style-type: none"> by Board of Directors or equivalent by December 31 reports to Board 	
<p>Change of Actuary Company must:</p> <ul style="list-style-type: none"> notify Comm'r within 5 days provide separate letter within 10 days concerning disagreements 	
Insurers must follow NAIC SAO Instructions	Reg Ins Ch 47 § 4
Insurers must follow NAIC AnnStat Instructions	Reg Ins Ch 47 § 4
Insurers must maintain adequate loss reserves	Stat 26-6-108
Scope of Opinion: Loss and loss expense reserves	NAIC SAO Instr (4) Title
<p>Title-statutory premium reserve</p> <p>Domestic: Initially, sum of (1) unearned premium reserve on May 27, 1983 and (2) 20 cents per \$1,000 net retained liability on risks written after May 27, 1983; released according to the most recent NAIC Accounting Practices and Procedures manual</p> <p>Foreign: No lower than amount required for domestics</p>	<p>Stat 26-23-309</p> <p>Stat 26-23-309 (c)</p>

State - Wyoming

SAO Exemptions

<ul style="list-style-type: none">• Small companies:<ul style="list-style-type: none">▪ less than \$1 million D&A WP, and▪ less than \$1 million total D&A loss and LAE reserves at year-end• Under supervision or conservatorship• Nature of business - submit to domiciliary Comm'r• Financial hardship – if cost of SAO exceeds either:<ul style="list-style-type: none">▪ 1 percent capital & surplus, or▪ 3 percent D&A WP• File for exemption by December 1	NAIC SAO Instr (1B)
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