

Life PBR Statement of Exemption

For Insurers Domiciled in Kentucky

To be filed before July 1

An insurer domiciled in Kentucky planning to elect the Life Principle-Based Reserving (PBR) Exemption for policies issued or assumed in the current calendar year must file this Statement of Exemption with the Commissioner no later than June 30th of the current calendar year. The Statement of Exemption must also be included with the NAIC Quarterly Financial Statement filing for the second quarter of the calendar year. Exemption requirements are found in Section II, Subsection 1.D of the *Valuation Manual*. Please complete the following information and submit this Statement of Exemption by email to The Kentucky Department of Insurance, Rodney Huggle, at Rodney.huggle@ky.gov.

Reminder: An exemption applies only to policies issued or assumed in the calendar year of the approval, and it applies to all future valuation dates for those policies. Statements of Exemption must be filed for each calendar year on or after 2020 if the company plans to elect the Life PBR Exemption for policies issued or assumed in that calendar year.

Company Information:

Year for which the statement of exemption applies _____ NAIC # _____ NAIC Group # _____

Company Name _____

Address _____

City _____ State _____ Zip _____

Contact information for individual signing statement:

Name _____ Phone _____

Email _____

Policies Covered by this Statement:

All policies issued or assumed in the current calendar year that would otherwise be subject to VM-20.

All policies issued or assumed in the current calendar year that would otherwise be subject to VM-20,

excluding _____

Information required for KY Department of Insurance to consider the Life PBR Exemption:

	Individual Company	Group
(A) Direct plus assumed from unaffiliated companies ordinary life premium as reported in Exhibit 1 Part 1, Column 3 in the prior year annual statement		
(B) Confirm the year of the annual statement for reconciling the amounts reported in (A)		
(C) Portion of (A) that is for guaranteed issue policies		
(D) Portion of (A) that is for preneed life contracts		
(E) Portion of (A) that represent the transfer of reserves in force as of the effective date of a reinsurance assumed transaction (not including those related to (C) or (D) above)		
(F) Premium amount used for consideration under Section II, subsection 1.D.2.a, $F = A - C - D - E$		
(G) Confirmation that amount in (F) is less than \$300M (Individual Company) and \$600M (Group) (Yes/No)		
(H) Estimated # of ULSG policies issued or assumed in the current calendar year where the secondary guarantee fails to meet the VM-01 definition of a "non-material secondary guarantee"		
(I) Confirmation that policies in (H) are excluded from this Statement of Exemption (Yes/No or N/A if (H) is 0)		

The policies covered by this statement satisfy the Life PBR Exemption requirements in Section II, Subsection 1.D of the *Valuation Manual* for the current calendar year. The minimum reserve requirements for the ordinary life policies subject to the exemption are those pursuant to applicable methods required in VM-A and VM-C using the mortality as defined in VM-20 Section 3.C.1 and VM-M Section 1.H.

Any policies issued or assumed in the current calendar year that otherwise would be subject to VM-20 and are not covered by this statement of exemption will be valued following the requirements of VM-20.

The information contained herein is true and correct to the best of my knowledge and belief.

Name and Title

Signature

Date