

Capital Adequacy (E) Task Force
RBC Proposal Form

- Capital Adequacy (E) Task Force
 Health RBC (E) Working Group
 Life RBC (E) Working Group
 Catastrophe Risk (E) Subgroup
 Investment RBC (E) Working Group
 OperationalRisk (E) Subgroup
 8407

EMAIL ADDRESS: <u>eyeung@naic.org</u> ON BEHALF OF: <u>P/C RBC (E) Working Group</u> NAME: <u>Tom Botsko</u> TITLE: <u>Chair</u> AFFILIATION: <u>Ohio Department of Insurance</u> ADDRESS: <u>50 West Town Street, Suite 300</u> <u>Columbus, OH 43215</u>	<u>FOR NAIC USE ONLY</u>	
	Agenda Item # <u>2021-05-P</u>	
	Year	<u>2021</u>
	<u>DISPOSITION</u>	
	<input checked="" type="checkbox"/> ADOPTED	<u>6/30/21</u>
	<input type="checkbox"/> REJECTED	_____
	<input type="checkbox"/> DEFERRED TO	_____
	<input type="checkbox"/> REFERRED TO OTHER NAIC GROUP	_____
	<input type="checkbox"/> EXPOSED	_____
	<input type="checkbox"/> OTHER (SPECIFY)	_____

IDENTIFICATION OF SOURCE AND FORM(S)/INSTRUCTIONS TO BE CHANGED

- Health RBC Blanks
 Property/Casualty RBC Blanks
 Life and Fraternal RBC Instructions
 Health RBC Instructions
 Property/Casualty RBC Instructions
 Life and Fraternal RBC Blanks
 OTHER _____

DESCRIPTION OF CHANGE(S)

The proposed change would update the Line 1 Factors for PR017 and PR018.

REASON OR JUSTIFICATION FOR CHANGE **

The proposed change would provide routine annual update of the industry underwriting factors (premium and reserve) in the PCRBC formula.

Additional Staff Comments:

The P/C RBC WG exposed this proposal for a 30-day comment period ended by 5/26/21.
 The P/C RBC WG adopted this proposal on 6/9/21.
 6/30/21 (jdb) Factors were adopted by the Task Force.

** This section must be completed on all forms.

PR017 Line 1 Reserves

Schedule P Line of Business	Proposed for adoption - 2021 PR017 Line 1	2020 PR017 Line 1	2019 PR017 Line 1	2018 PR017 Line 1	2017												
						0.861	0.864	0.871	0.868	0.841	0.966	0.966	0.991	1.072	1.048	1.213	1.251
MM Clms Made			F2	0.974	0.861	0.864	0.871	0.868	0.841	0.966	0.966	0.991	1.072	1.048	1.213	1.251	1.3
SL			G	0.973	0.940	0.907	0.886	0.854	0.822	0.839	0.808	0.824	0.887	0.925	0.981	1.033	1.0
OL			H	0.976	0.963	0.938	0.933	0.926	0.919	0.975	0.990	0.954	0.942	0.931	0.998	1.043	1.0
				0.964	0.968	0.971	0.966	0.952	0.929	0.923	0.916	0.919	0.914	0.954	0.959	0.963	1.0

PR018 Line 1 Premiums

PR018 Line 1 Factors