

The Accounting Practices and Procedures (E) Task Force met on Nov. 18, 2024. During this meeting, the Task Force:

1. Adopted its Spring National Meeting minutes.
2. Adopted the report of the Statutory Accounting Principles (E) Working Group, which met Nov. 17, 2024. During this meeting, the Working Group took the following action:
 - A. Adopted its Summer National Meeting minutes.
 - B. Adopted its Sept. 12 minutes. During this meeting, the Working Group adopted, via e-vote, revisions to **v** and Issue Paper No. 169 to incorporate guidance for debt securities issued by funds that represent operating entities with a Jan. 1, 2025, effective date. (Ref #2024-01)
 - C. Adopted its Oct. 4 minutes. During this meeting, the Working Group exposed, via e-vote, the updated **v** (Q&A) for a public comment period ending Oct. 28. (Ref #2019-21)
 - D. Adopted the following clarifications to statutory accounting guidance:
 - i. Adopted clarifications expand and update guidance on tax credit investments effective Jan. 1, 2025. (Ref #2024-18)
 - ii. Adopted revisions reject, with modification, **v**. The adoption also removes an existing **v** disclosure. (Ref #2024-11)
 - iii. Adopted revisions update the definition of a clearly defined hedging strategy (CDHS) to reflect the revised guidance pursuant to Valuation Manual (VM)-01, Definitions for Terms in Requirements. (Ref #2024-17)
 - iv. Adopted the exposed Q&A, updated with **]v š Œ • š %o Œ š] • [} u u Œ š]S Œ**. (Ref #2019-21)
 - v. Rejected **v** as not applicable to statutory accounting. (Ref #2024-19)
 - E. Exposed the following statutory accounting principle (SAP) concepts and clarifications for a public comment period ending Jan. 31, 2025, except for agenda item 2024-26EP, which is exposed for a public comment period ending Dec. 9, 2024.
 - i. Exposed revisions to **v** and the existing **v** for the restricted asset disclosure in Note 5L specify how modified coinsurance and funds withheld assets **Œ %o } Œ š Á] š Z] v] v P } u %o v Œ [• (] v v] o • š š u v š • • Z o o**



- includes a reconciliation of items reported as restricted between Note 5L and the general interrogatories. (Ref #2024-20)
- ii. Exposed revisions clarify v references to accounting standards codification (ASC) by including the relevant ASUs. (Ref #2024-25)
 - iii. Exposed editorial revisions clarify the scope of the annual audited disclosure for investments receiving bond treatment by reporting categories. (Ref #2024-26EP)
 - iv. Exposed revisions for consistent terminology for financing derivatives and clarify that derivative premium shall not be captured as a realized gain or loss and shall not be included in the interest maintenance reserve (IMR). (Ref #2024-23)
 - v. Exposed concept agenda item with requests for comments on the options offered to include: 1) clarifying statutory accounting guidelines (and resulting reporting impacts) for investment subsidiaries; 2) sponsoring a blanks proposal to capture new investment schedules, or perhaps expansions to existing investment schedules, to detail the underlying assets held by an investment subsidiary; or 3) referrals to the Capital Adequacy (E) Task Force and related risk-based capital (RBC) working groups to incorporate details that allow regulators to verify



- iv. Use of third-party vendors and checklists to determine bond definition compliance and classification.
- v.