

**DOMESTIC  
RESERVE REQUIREMENT RECONCILIATION  
(215 ILCS 5/126.22)**

**COMPANY NAME:** \_\_\_\_\_

**RESERVE REQUIREMENT RECONCILIATION DUE MARCH 1, 2018**

**Adjusted Loss Reserves and Loss Adjustment Expense Reserves:**

a. Losses \_\_\_\_\_  
 b. Reins. Pay. on Pd Loss & LAE \_\_\_\_\_  
 c. Loss Adjustment Expenses \_\_\_\_\_  
 Total Reported on Annual Statement (Pg. 3, Lines 1,2, and 3) (1) \_\_\_\_\_

**Add Back:**

d. Tabular Discount Included in Line (1) \_\_\_\_\_  
 e. Discount for Time Value of Money  
     Included in Line (1) \_\_\_\_\_  
 Total of d and e (2) \_\_\_\_\_

Subtract IRS Discounting (Refer to Section 126.22 (A)(2)(b)) (3) \_\_\_\_\_

(Optional. Companies may choose not to calculate IRS discount)

**Discounted Loss Reserves (Line 1+2-3) (4) \_\_\_\_\_**

f. Accrued Retrospective Premiums Reported on Annual Statement  
 (Pg. 2, Line 15.3) less portion of ceded balances payable  
 (Pg. 3, Line 12) attributable to retrospective premiums (5) \_\_\_\_\_

g. Discount Factor (Calculated by dividing Line 4 by Line 1) (6) \_\_\_\_\_

**Discounted Accrued Retrospective Premiums  
 (Line 5 multiplied by Line 6) (7) \_\_\_\_\_**

**Adjusted Loss Reserves and Loss Adjustment Expense Reserves**  
 Calculated by subtracting Line 7 from Line 4 **A.** \_\_\_\_\_

**COMPANY NAME:** \_\_\_\_\_

**Adjusted Unearned Premium Reserves**

Total Unearned Premiums Reported on Annual Statement (Pg. 3, Line 9) (8) \_\_\_\_\_

Subtract:

h. Uncollected premiums and agents' balances in the course of collection, accident and health premiums due and unpaid, and uncollected premiums for accident and health premiums. (Pg. 2, Line 15.1, C3) \_\_\_\_\_

i. Deferred premiums, agents' balances and installments booked but deferred and not yet due. (Pg. 2, Line 15.2 C3) \_\_\_\_\_

j. Bills Receivable taken for Premium \_\_\_\_\_

k. Equities and Deposits in Pools and Associations \_\_\_\_\_

Total of h through k (9) \_\_\_\_\_

**Adjusted Unearned Premium Reserves**

Calculated by taking Line 8 – Line 9 **B.** \_\_\_\_\_

If adjusted unearned premium is a negative figure, insert 0 on Line B.

**Total Statutorily Required Policy and Contingency Reserves**

also includes contingency reserves required for mortgage guaranty insurers, municipal bond insurers, and other financial guaranty insurers.

**C.** \_\_\_\_\_

**RESERVE REQUIREMENT**

Calculated by adding A+B+C. If the result is greater than \$250 million, the reserve requirement is \$250 million. \_\_\_\_\_

**SUMMARY OF QUALIFYING INVESTMENTS**

Cash and Cash Equivalents (215 ILCS 5/126.2(K)) \_\_\_\_\_

High and Medium Grade Investments that qualify  
under Sections 126.24 and 126.25  
(215 ILCS 5/126.24 and 126.25) \_\_\_\_\_

Equity Investments that qualify under Section  
126.26 (215 ILCS 5/126.26) \_\_\_\_\_

Investments of the type set forth in Section 126.30  
(215 ILCS 5/126.30). \_\_\_\_\_

Investments in the above categories but which are  
acquired under Section 126.32 (215 ILCS 5/126.32) \_\_\_\_\_

Interest and Dividends Receivable on qualifying investments  
listed on lines above \_\_\_\_\_

Reinsurance Recoverable on Paid Losses \_\_\_\_\_

Total Qualifying Investments are calculated by totaling the  
amounts above \_\_\_\_\_

**QUALIFYING INVESTMENTS** \_\_\_\_\_

This amount must equal or exceed the reserve requirement.  
If the qualifying assets exceed \$250 million, no further calculations are required.

Company Name	_____
Contact Person	_____
Phone Number	_____
Calculations made as of	_____