

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

COMPANY NAME: _____

RESERVE REQUIREMENT RECONCILIATION DUE MARCH 1, 2025

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 | _____ |