



# Insurance Statutory Reporting

## Issues & Trends

We summarize new and revised statutory accounting standards for 2024 and later financial reporting.

October 2024

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# Introduction

This Insurance Statutory Reporting summarizes new and revised statutory accounting standards for 2024 and 2025 financial reporting, highlights the related NAIC meeting materials, and links to KPMG publications for additional discussion.

## Effective for 2024 reporting

- SSAP No. 7 revised the Annual Statement Instructions to remove guidance permitting the allocation of non-interest related losses to IMR and to clarify that they should be allocated to AVR.
- [SSAP Nos. 15 and 86 added certain disclosures for unsecured commitments, lines of credit, repurchase and reverse repurchase transactions, secured borrowings and derivatives from ASU 2023-06, Disclosure Improvements; Codification Amendments in Response to the SEC’s Disclosure Update and Simplification Initiative.](#)
- SSAP No. 21 added disclosures of the total amount of collateral loans and collateral loans admitted and nonadmitted by qualifying investment type.
- [SSAP Nos. 25 and 63 added guidance for transfers of assets when modifying intercompany pooling agreements and nullified INT 03-02.](#)
- [Removed the ‘Revised’ and ‘R’ from the SSAP titles, which previously identified substantively revised SSAPs.](#)

## Effective for 2025 reporting

- SSAP No. 2 further restricted the investments reported as cash equivalents or short-term investments.
- SSAP Nos. 26, 43 and other SSAPs added guidance for the principles-based bond definition.
- [SSAP Nos. 26, 30, 32, 43 and 48 updated to refer to SSAP No.](#)

[21 for the residual definition, accounting and reporting guidance.](#)

- SSAP No. 21 added the earned yield with a cap method (the Allowable Earned Yield method) to measure residual tranches or interests, with a practical expedient that allows the use of the cost recovery method.
- SSAP Nos. 34, 48, 93 and 94 updated guidance for tax credit investments, by expanding the scope of SSAP 93 and 94, and adding consistency between SSAPs.

Unless otherwise indicated, all guidance became effective on adoption.

The NAIC Fall National 2024 meeting is scheduled to be held in Denver, CO November 16-19.

# 2024 reporting

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
7, Asset Valuation Reserve and Interest Maintenance Reserve	2023-15	Measurement	<p><b>Adopted December 1, 2023</b></p> <p>Revised the Annual Statement Instructions to remove guidance permitting the allocation of non-interest related losses to IMR and to clarify that they should be allocated to AVR.</p> <p><i>Revisions were effective January 1, 2024.</i></p>	<a href="#">Issues &amp; Trends Fall 2023 (January 2024 SAPWG Call)</a>
	2023-29	Classification	<p><b>Adopted March 16, 2024</b></p> <p>Revised the Annual Statement instructions to exclude realized gain or loss on perpetual preferred and mandatory convertible preferred stock from IMR and report them through AVR, regardless of NAIC designation.</p>	<a href="#">Issues &amp; Trends Spring 2024</a>
<p>15, Debt and Holding Company Obligations</p> <p>86, Derivatives</p>	2023-26	Disclosure	<p><b>Adopted August 13, 2024</b></p> <p>Adopted, with modification, certain disclosures for unsecured commitments, lines of credit, repurchase and reverse repurchase transactions, secured borrowings and derivatives from ASU 2023-06, Disclosure Improvements; Codification Amendments in Response to the SEC's Disclosure Update and Simplification Initiative.</p>	<a href="#">Issues &amp; Trends Summer 2024</a>

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
19, Furniture, Fixtures, Equipment and Leasehold Improvements  73, Health Care Delivery Assets and Leasehold Improvements in Health Care Facilities	2024-02	Measurement	<b>Adopted August 13, 2024</b> Added, with modification, the leasehold improvement guidance from ASU 2023-01, Leases (Topic 842): Common Control Arrangements.	Issues & Trends Summer 2024
20, Nonadmitted Assets  INT 21-01, Accounting for Cryptocurrencies	2024-03	Classification	<b>Adopted August 13, 2024</b> Added the definition of crypto assets from ASU 2023-08, Intangibles – Goodwill and Other – Crypto Assets (Subtopic 350-60) and clarified that directly held crypto assets are nonadmitted assets. Nullified INT 21-01, Accounting for Cryptocurrencies.	Issues & Trends Summer 2024
21, Other Admitted Assets	2023-28	Disclosure	<b>Adopted February 20, 2024</b> Added disclosures of the total amount of collateral loans and collateral loans admitted and nonadmitted by qualifying investment type.	February 2024 SAPWG Call
25, Affiliates and Other Related Parties  63, Underwriting Pools  INT 03-02, Modification to an Existing Intercompany Pooling Arrangement	2022-12	Measurement and Disclosure	<b>Adopted August 13, 2024</b> Added guidance for transfers of assets when modifying intercompany pooling agreements and nullified INT 03-02t.	Issues & Trends Summer 2024

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
97, Investments in Subsidiary, Controlled and Affiliated Entities	2023-30	Measurement	<b>Adopted March 16, 2024</b> Clarified the admissibility guidance for downstream noninsurance holding companies.	<a href="#">Issues &amp; Trends Spring 2024</a>
107, Risk-Sharing Provisions of the Affordable Care Act	2024-13	Disclosure	<b>Adopted May 15, 2024</b> Removed transitional reinsurance program disclosures and risk corridor disclosures because both programs have expired.	<a href="#">May 2024 SAPWG Call</a>
<a href="#">Accounting Practices and Procedures Manual Editorial Revisions</a>	2024-14EP	Disclosure	<b>Adopted August 13, 2024</b> Removed 'Revised' and 'R' from the SSAP titles, which previously identified substantively revised SSAPs.	<a href="#">Issues &amp; Trends Summer 2024</a>

## 2025 reporting

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
2, Cash, Cash Equivalents, Drafts, and Short-Term Investments	2023-17	Classification	<b>Adopted December 1, 2023</b> Further restricted the investments reported as cash equivalents or short-term investments. <i>Revisions are effective January 1, 2025.</i>	<a href="#">Issues &amp; Trends Fall 2023 (January 2024 SAPWG Call)</a>
	2024-09	Classification	<b>Adopted August 13, 2024</b> Removed references implying that asset-backed securities, mortgage loans, or other Schedule BA: Other Long-Term Invested Assets are permitted to be reported in the scope of SSAP No. 2. <i>Revisions are effective January 1, 2025.</i>	NA

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
21, Other Admitted Assets	2019-21	Measurement	<p><b>Adopted March 16, 2024</b></p> <p>Added the earned yield with a cap method (the Allowable Earned Yield method) to measure residual tranches or interests, with a practical expedient that allows the use of the cost recovery method.</p> <p><i>Revisions are effective January 1, 2025.</i></p>	<a href="#">Issues &amp; Trends Spring 2024</a>
<p>26, Bonds</p> <p>30, Unaffiliated Common Stock</p> <p>32, Preferred Stock</p> <p>43, Loan-Backed and Structured Securities</p> <p>48, Joint Ventures, Partnerships and Limited Liability Companies</p>	2024-08	Classification & Measurement	<p><b>Adopted August 13, 2024</b></p> <p>Added a reference to SSAP No. 21 for the definition of a residual and related, accounting and reporting guidance.</p> <p><i>Revisions are effective January 1, 2025.</i></p>	<a href="#">Issues &amp; Trends Summer 2024</a>
<p>26, Bonds</p> <p>43, Loan-Backed and Structured Securities</p>	2019-21	Measurement	<p><b>Adopted August 13, 2023</b></p> <p>Added guidance for the principles-based bond definition, effective January 1, 2025.</p> <p><i>Revisions are effective January 1, 2025.</i></p>	<a href="#">Issues &amp; Trends Summer 2023</a>

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
<p>34, Investment Income Due and Accrued</p> <p>48, Joint Ventures, Partnerships and Limited Liability Companies</p> <p>93, Low-Income Housing Tax Credit Property Investments</p> <p>94, Transferable and Non-Transferable State Tax Credits</p>	2022-14	Scope & Measurement	<p><b>Adopted March 16, 2024</b></p> <p>Updated guidance for tax credit investments to clarify its scope and added consistency between SSAPs.</p> <p><i>Revisions are effective January 1, 2025.</i></p>	<p><a href="#">Issues &amp; Trends Spring 2024</a></p>

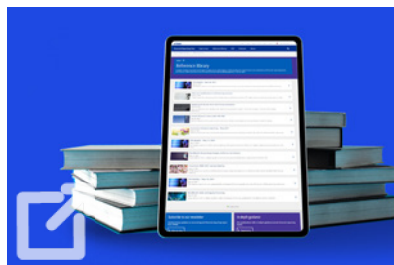
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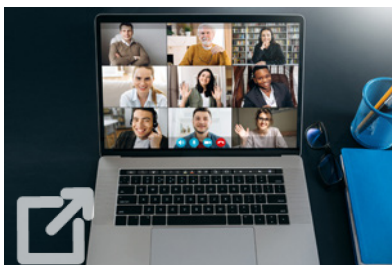
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## Acknowledgments

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### KPMG Financial Reporting View

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