



# Insurance Statutory Reporting

## Issues & Trends

We summarize new and revised statutory accounting standards for 2025 and later financial reporting.

**January 2026**

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## Introduction

This Insurance Statutory Reporting summarizes new and revised statutory accounting standards for 2025, 2026 and thereafter financial reporting, highlights the related NAIC meeting materials, and links to KPMG publications for additional discussion.

## Effective for 2025 reporting

- SSAP No. 1 (1) added restricted asset disclosure for modified coinsurance (Modco) and funds withheld assets reported on a cedent's financial statements, and a reconciliation between the restricted assets in the disclosure and those reported in the general interrogatories, and (2) expanded disclosures for restricted assets to identify whether the Modco and funds withheld assets are related to or affiliated with the reinsurer.
- SSAP No. 2 further restricted the investments reported as cash equivalents or short-term investments.
- SSAP No. 26 clarified the granularity of the disclosure of book adjusted carrying values, fair values, and unrealized gains or losses of bonds.
- 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 Nos. 93 and 94, and adding consistency between SSAPs.
- INT 05-05 and INT 24-02 added guidance for the Medicare Part D Prescription Payment Program.
- INT 23-01 extended its effective date to December 31, 2026, clarified guidance, and established an additional current-period admittance limit for net negative interest maintenance reserve (IMR).
- SSAP No. 61 and the Question and Answer of Appendix A-791 added guidance on risk transfer for contracts with interdependent features, including combination coinsurance and yearly renewable term reinsurance contracts.

## Effective for 2026 and later reporting

- SSAP Nos. 2, 21, 26, 30, 32 and 43 added an aggregate disclosure of key investment information by type of private placement investment and identify private placements in the investment schedules in the Annual Statement.
- SSAP No. 56 updated recognition and measurement guidance for the transfer of assets in exchange for cash between the general account and book value separate accounts.

Unless otherwise indicated, all guidance became effective on adoption.

The NAIC Spring National 2026 meeting is scheduled to be held in San Diego, CA March 22-25.

# 2025 reporting

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
1, Accounting Policies, Risks & Uncertainties, and Other Disclosures	2024-20	Disclosure	<b>Adopted March 24, 2025</b> Added a restricted asset disclosure for Modco and funds withheld assets reported on a cedent's financial statements and a reconciliation between the restricted assets in the disclosure and those reported in the general interrogatories. <i>Effective December 31, 2025.</i>	<a href="#">Issues &amp; Trends Spring 2025</a>
	2025-05	Disclosure	<b>Adopted May 22, 2025</b> Expanded disclosures in the quarterly and annual financial statements for restricted assets to identify whether the Modco and funds withheld assets are related to or affiliated with the reinsurer. <i>Effective December 31, 2025.</i>	<a href="#">Issues &amp; Trends Spring 2025 SAPWG Calls</a>
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>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.	NA

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			<i>Effective January 1, 2025.</i>	
15, Debt and Holding Company Obligations	<a href="#">2025-02</a>	Classification	<b>Adopted August 11, 2025</b> Adopted with modification, ASU 2024-04, Debt — Debt with Conversion and Other Options, clarifying when inducement is recognized as an expense by the issuer, and the fair value measurement of that expense.	NA
16, Electronic Data Processing Equipment and Software	<a href="#">2024-25</a>	Classification	<b>Adopted February 25, 2025</b> Clarified references to the FASB Accounting Standards Codification® (US GAAP).	NA
21, Other Admitted Assets	<a href="#">2019-21</a>	Measurement	<b>Adopted March 16, 2024</b> 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.  <i>Effective January 1, 2025.</i>	<a href="#">Issues &amp; Trends Spring 2024</a>
26, Bonds	<a href="#">2024-01</a>	Classification	<b>Adopted September 12, 2024</b> Clarified debt securities issued by non-SEC registered funds that reflect operating entities can qualify as issuer credit obligations and debt securities issued for the raising of debt capital are required to be assessed as asset-backed securities.  <i>Effective January 1, 2025.</i>	NA
	<a href="#">2024-26EP</a>	Disclosure	<b>Adopted December 17, 2024</b> Clarified the granularity of the disclosure	<a href="#">Issues &amp; Trends Fall 2024</a>

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			of book adjusted carrying values, fair values, and unrealized gains or losses of bonds. <i>Effective January 1, 2025.</i>	
26, Bonds 30, Unaffiliated Common Stock 32, Preferred Stock 43, Asset-Backed and Structured Securities	<a href="#">2024-08</a>	Classification & Measurement	<b>Adopted August 13, 2024</b> Added a reference to SSAP No. 21 for the definition of a residual and related, accounting and reporting guidance. <i>Effective January 1, 2025.</i>	<a href="#">Issues &amp; Trends Summer 2024</a>
26, Bonds 41, Surplus Notes 56, Separate Accounts INT 22-01, Freddie Mac When Issued K-Deal (WI Trust) Certificates	<a href="#">2025-17EP</a>	Classification, Measurement and Disclosure	<b>Adopted August 11, 2025</b> Added editorial revisions, including updates to disclosures, removal of a remaining credit rating provider reference, and superseded terminology.	NA
26, Bonds 43, Asset-Backed and Structured Securities	2019-21	Measurement	<b>Adopted August 13, 2023</b> Added guidance for the principles-based bond definition, effective January 1, 2025. <i>Effective January 1, 2025.</i>	<a href="#">Issues &amp; Trends Summer 2023</a>
34, Investment Income Due and Accrued 48, Joint Ventures, Partnerships and Limited Liability Companies 93, Investments in Tax Credit Structures 94, State and Federal Tax Credits	<a href="#">2022-14</a>	Scope & Measurement	<b>Adopted March 16, 2024</b> Updated guidance for tax credit investments to clarify its scope and added consistency between SSAPs. <i>Effective January 1, 2025.</i>	<a href="#">Issues &amp; Trends Spring 2024</a>

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
41, Surplus Notes	<a href="#">2024-28</a>	Classification, Measurement and Disclosure	<b>Adopted February 25, 2025</b> Clarified which guidance applies to capital notes.	<a href="#">Issues &amp; Trends Spring 2025</a>
48, Joint Ventures, Partnerships and Limited Liability Companies 93, Investments in Tax Credit Structures 94, State and Federal Tax Credits	<a href="#">2024-18</a>	Scope & Measurement	<b>Adopted November 17, 2024</b> Updated to make the accounting guidance consistent with the journal entry examples.	<a href="#">Issues &amp; Trends Fall 2024</a>
51, Life Contracts	<a href="#">2025-09</a>	Scope & Measurement	<b>Adopted August 11, 2025</b> Updated to reflect different reserving methodologies in VM-22, Statutory Maximum Valuation Interest Rates for Income Annuities, principle-based reserve requirements.	NA
<a href="#">61, Life, Deposit-Type and Accident and Health Reinsurance</a> <a href="#">Appendix A-791, Life and Health Reinsurance Agreements</a>	<a href="#">2024-06</a>	<a href="#">Measurement</a>	<b>Adopted December 9, 2025</b> <a href="#">Added guidance for risk transfer on contracts with interdependent features, including combination coinsurance and yearly renewable term reinsurance contracts.</a> <i>Effective immediately for new or newly amended contracts and December 31, 2026 for existing contracts.</i>	<a href="#">Issues &amp; Trends Fall 2025</a>
84, Health Care and Government Insured Plan Receivables	<a href="#">2025-08</a>	Disclosure	<b>Adopted May 22, 2025</b> Added disclosures for the Medicare Part D Prescription Payment Plan. <i>Effective December 31, 2025.</i>	<a href="#">Issues &amp; Trends Spring 2025 SAPWG Calls</a>



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86, Derivatives	<a href="#">2024-23</a>	Classification & Measurement	<b>Adopted February 25, 2025</b> Clarified terminology and guidance for financing derivatives.	<a href="#">Issues &amp; Trends Spring 2025</a>
92, Postretirement Benefits Other Than Pensions 102, Pensions	<a href="#">2025-21</a>	<a href="#">Measurement &amp; Disclosure</a>	<b>Adopted December 9, 2025</b> <a href="#">Clarified that assets held at net asset value are included in the fair value disclosures under SSAP No. 100.</a>	<a href="#">Issues &amp; Trends Fall 2025</a>
<a href="#">101, Income Taxes</a>	<a href="#">2025-18</a>	<a href="#">Measurement &amp; Classification</a>	<b>Adopted December 9, 2025</b> Adopted, with modification, ASU 2019-12, Income Taxes (Topic 740): <a href="#">Simplifying the Accounting for Income Taxes that simplifies accounting for income taxes.</a>	<a href="#">Issues &amp; Trends Fall 2025</a>
104, Shared-Based Payments	<a href="#">2024-22</a>	Classification	<b>Adopted February 25, 2025</b> Added guidance, with modification, from ASU 2024-01, Compensation – Stock Compensation (Topic 718), Scope Application of Profits Interest and Similar Awards, that provides clarification on the application of the guidance for stock compensation in the form of profit interests and similar awards. <i>Effective December 31, 2025.</i>	<a href="#">Issues &amp; Trends Spring 2025</a>
INT 05-05, Accounting for Revenues Under Medicare Part D INT 24-02, Medicare Part D – Prescription Payment Plan	<a href="#">2024-24</a>	Classification & Measurement	<b>Adopted March 24, 2025</b> Added guidance for the Medicare Part D Prescription Payment Program. <i>Effective March 30, 2025.</i>	<a href="#">Issues &amp; Trends Spring 2025</a>

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INT 23-01, Net Negative (Disallowed) Interest Maintenance Reserve	<a href="#">2022-19</a>	Classification & Measurement	<b>Adopted August 11, 2025</b> Extended its effective date to December 31, 2026, clarified guidance and established an additional current-period admittance limit of net negative IMR.	<a href="#">Issues &amp; Trends Summer 2025</a>
INT 24-01, Principles-Based Bond Definition Implementation Questions and Answers	<a href="#">2019-21</a>	Scope & Measurement	<b>Adopted November 17, 2024</b> Provided a Q&A Implementation Guide that addresses the implementation of the principles-based bond definition.	<a href="#">Issues &amp; Trends Fall 2024</a>
Appendix A-791, Life and Health Reinsurance Agreements	<a href="#">2024-05</a>	Measurement	<b>Adopted August 11, 2025</b> Removed the reference to group term life and the use of Commissioner's Standard Ordinary rates from Appendix A-791, paragraph 2.c Question and Answer.	<a href="#">Issues &amp; Trends Summer 2025</a>
Accounting Practices and Procedures Manual Preamble	<a href="#">2024-27</a>	Classification	<b>Adopted February 25, 2025</b> Included issue papers within Level 5 of the statutory hierarchy and clarified guidance on the use and development of issue papers.	<a href="#">Issues &amp; Trends Spring 2025</a>
	<a href="#">2025-12EP</a>	Classification	<b>Adopted December 9, 2025</b> <a href="#">Clarified the treatment of issue papers in Level 5 of the statutory hierarchy and reference to SEC rules and interpretations as authoritative U.S. GAAP for SEC registrants.</a>	NA



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Accounting Practices and Procedures Manual	<a href="#">2025-16</a>	Scope	<b>Adopted August 11, 2025</b> Updated to streamline the status section of each SSAP, remove references to issue papers, and replace 'substantively revised' with 'conceptually revised' for consistency with previously adopted policy statement language.	NA

# 2026 and later reporting

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
<a href="#">2, Cash, Cash Equivalents, Drafts and Short-Term Investments</a> <a href="#">21, Other Admitted Assets</a> <a href="#">26, Bonds</a> <a href="#">30, Unaffiliated Common Stock</a> <a href="#">32, Preferred Stock</a> <a href="#">43, Asset-Backed Securities</a>	2025-19	Disclosure	<b>Adopted December 9, 2025</b> Added an aggregate disclosure of key investment information by type of private placement investment and identify private placements in the investment schedules. <i>Effective December 31, 2026.</i>	Issues & Trends Fall 2025
<a href="#">2, Cash, Cash Equivalents, Drafts and Short-Term Investments</a> <a href="#">21, Other Admitted Assets</a> <a href="#">26, Bonds</a> <a href="#">43, Asset-Backed Securities</a>	2025-20	Disclosure	<b>Adopted December 9, 2025</b> Added (1) consistent disclosures in the SSAPs for debt securities and (2) new disclosures for residual interests, including whether the insurer is using the allowable earned yield method. <i>Effective December 31, 2026.</i>	Issues & Trends Fall 2025
<a href="#">37, Mortgage Loans</a>	2025-13	Scope	<b>Adopted December 9, 2025</b> Expanded the scope to include mortgage loans acquired through qualifying investments in a statutory trust. <i>Effective January 1, 2027, with early adoption permitted.</i>	Issues & Trends Fall 2025

SSAP / INT/Other, Title	NAIC Ref.	Type	Revisions	Read more
56, Separate Accounts	<a href="#">2024-10</a>	Classification & Measurement	<p><b>Adopted February 25, 2025</b></p> <p>Updated the recognition and measurement guidance for the transfer of assets in exchange for cash between the general account and book value separate accounts.</p> <p><i>Effective January 1, 2026.</i></p>	<a href="#">Issues &amp; Trends Spring 2025</a>

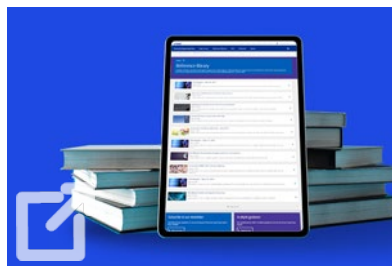
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