

House _____ Amendment NO. _____

Offered By

1 AMEND House Bill No. 70, Page 26, Section 376.380, Line 781, by inserting after all of said line
2 the following:

3 "11. (1) A company that has less than three hundred million dollars of ordinary life premium
4 and that is licensed and doing business in Missouri and that is subject to the requirements of
5 subsections 6, 7, 8, and 9 of this section, may hold reserves based on the mortality tables and interest
6 rates defined by the valuation manual for net premium reserves and using the methodology defined
7 in the provisions of paragraphs (b) through (i) of subdivision (2) of subsection 1 of this section and
8 subsection 3 of section 376.370 as they apply to ordinary life insurance, provided that:

9 (a) If the company is a member of a group of life insurers, the group has combined ordinary
10 life premiums of less than six hundred million dollars;

11 (b) The company reported total adjusted capital of at least four-hundred and fifty percent of
12 authorized control level risk based capital in the risk-based capital report for the prior calendar year;

13 (c) The appointed actuary has provided an unqualified opinion on the reserves in accordance
14 with subsections 4 and 5 of this section for the prior calendar year,

15 (d) The company has provided a certification by a qualified actuary that any universal life
16 policy with a secondary guarantee issued after the operative date of the valuation manual meets the
17 definition of a non-material secondary guarantee universal life product as defined in the valuation
18 manual.

19 (2) For purposes of subdivision (1) of this subsection, ordinary life premiums are measured
20 as direct premium plus reinsurance assumed from an unaffiliated company, as reported in the prior
21 calendar year annual statement.

22 (3) A domestic company meeting all of the above conditions may file a statement with the
23 director certifying that these conditions are met for the current calendar year based on premiums and
24 other values from the prior calendar year financial statements prior to July first of the year. The
25 director may reject such statement prior to September first and require a company to comply with the
26 valuation manual requirements for life insurance reserves."; and

27
28 Further amend said bill by amending the title, enacting clause, and intersectional references
29 accordingly.

Action Taken _____ Date _____