



**RICARDO LARA**  
CALIFORNIA INSURANCE COMMISSIONER

## **BULLETIN 2021-01**

**TO: All Insurance Companies Licensed to Sell Life Insurance Products in California**

**FROM: Insurance Commissioner Ricardo Lara**

**DATE: March 1, 2021**

**RE: Principle-Based Reserving - Life Annual Aggregate Assessment**

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California Insurance Code (CIC) Section 10489.992(b)(1) authorizes the Insurance Commissioner to annually assess each life insurance company, based on the company's gross annual life insurance premium written in California in the preceding year. The intent of the assessment is to defray the costs of principle-based reserving (PBR) valuation and provide a prudent reserve in the PBR fund.

Pursuant to CIC Section 10489.992(b)(4), the Department has established an aggregate annual assessment for Fiscal Year (FY) 2020-21 of \$2,370,000, as well as the assessment tiers shown in the table below. The Department will invoice companies for FY 2020-21 based on this final tier table.

Insurer's 2019 Annual Premium	Annual Assessment Per Company
\$500,000,001 +	\$118,000
400,000,001 - 500,000,000	79,000
300,000,001 - 400,000,000	63,000
200,000,001 - 300,000,000	47,000
150,000,001 - 200,000,000	31,000
100,000,001 - 150,000,000	16,000
50,000,001 - 100,000,000	8,000
< 50,000,001	0

For questions regarding the calculation of the assessment please contact Crista Hill at [Crista.Hill@insurance.ca.gov](mailto:Crista.Hill@insurance.ca.gov). For billing related questions, please contact the Accounting Services Bureau at [arbilling@insurance.ca.gov](mailto:arbilling@insurance.ca.gov) or (916) 492-3242.