

Insurance Entities Expert Panel

Highlights of the September 28, 2015, Meeting



The Insurance Entities Expert Panel serves the needs of AICPA members on financial and business reporting and audit and attest matters. The expert panel protects the public interest by bringing together knowledgeable parties in the insurance industry to deliberate and come to agreement on key issues.

The Insurance Expert Panel met with members of the American Council of Life Insurers on the afternoon of September 28, 2015 at the AICPA NY Offices and discussed the following topics:

1. FASB Targeted Improvements
 - A. Participating life insurance contracts
 - B. Certain benefits in nontraditional contracts
 - C. DAC unlocking
 - D. Disclosures- Short duration health and group contracts, OCBOA for stat
 - E. 4th qtr. Unlocking
 - F. Retrospective vs. prospective unlocking
2. IASB Insurance project
 - A. Variable fee approach (scope, e.g., types of contracts, mutualization)
 - B. Discount rate-book yield, effective rate
 - C. Unit of account
 - D. Traditional universal life
3. Financial Instruments, Recognition & measurement, impairment, and hedging
4. Interaction of ASC 944 and ASC 606 – Update on AICPA Insurance Revenue Recognition Project