



ANNUAL REPORT OF PREPAID FUNERAL BENEFITS CONTRACTS

CASH-FUNDED (TRUST) INSURANCE-FUNDED ANNUITY-FUNDED

(CHECK ALL FUNDING TYPES THAT APPLY)

Activity for the Period: January 1, 2022 - December 31, 2022

Deadline for Receipt by the Prepaid Funeral Benefits Division is:

WEDNESDAY, MARCH 15, 2023

[In accordance with [Arkansas Code Annotated \(A.C.A.\) § 23-40-119 \(a\) - \(c\)](#)]

Prepaid Licensee Name: _____

Mailing Address: _____

Street No., Street Name, Apt/Suite No., or P.O. Box

City, State, ZIP Code

Business Phone: _____ Business Fax: _____

Physical Location of Prepaid Books & Records (if different from Mailing Address listed above):

Street No., Street Name, Apt/Suite No., or P.O. Box, City, State, ZIP Code

Supervisor of Books & Records: _____

Contact Phone (if different from Business Phone listed above): _____

Prepaid Licensee Contact E-Mail Address: _____

IMPORTANT: REQUIRED DOCUMENTATION/REPORTING TO SUPPORT IN-FORCE TOTALS

To validate the reported in-force totals (as of the period end referenced above), attach to this report (as "Exhibit A") a licensee/funeral home-generated report that contains the following data elements/information:

(1) **Contract Date**, (2) **Prepaid Contract Beneficiary Name**, (3) **Gross Contract Amount/Total**, (4) **Assignable Benefits** (if applicable), (5) **Net Contract Amount/Total**, (6) **Total Contract Proceeds Amount Collected/Deposited** (on cash/trust-funded contracts), and (7) **Policy Number** (on insurance/annuity-funded contracts). The inventory report(s) should reflect only those OUTSTANDING and UNFULFILLED prepaid funeral benefits contracts that were **ACTIVE as of December 31st of the year being reported**.

On cash/trust-funded business, the trustee/bank (or broker/dealer acting as custodian) that maintains the prepaid trust account should provide monthly or quarterly statements of account. A complete copy of the transactional trust statements of account for the year should be included as exhibits. (For cross-checking purposes.)

On insurance- and annuity-funded business, complete copies of the insurance company/third party administrator in-force reports (as of the period-end date referenced above) should also be attached. (For cross-checking purposes.)

Any 2022 Annual Reports that are not received by the close of business on the due date referenced above will be assessed a **late penalty** for each business day late, up to a maximum of ten (10) business days. Any reports that are determined by the Department to be incomplete (partially filled out, missing in-force exhibits/reports, fees, etc.) may also be assessed an administrative penalty for each business day beyond the deadline until the report is completed/corrected and complete required exhibits provided to the Department.

* THIS AREA IS FOR **AID USE ONLY** *

MAIL TO:

AR DEPT. OF COMMERCE | ARKANSAS INSURANCE DEPT.
1 COMMERCE WAY, SUITE 502
LITTLE ROCK, AR 72202-2087
ATTN: PREPAID FUNERAL BENEFITS DIVISION

QUESTIONS/INQUIRIES:

PHONE: (501) 371-2600 | FAX: (501) 682-0575
E-MAIL: AID.Prepaid@arkansas.gov



ANNUAL REPORT OF PREPAID FUNERAL BENEFITS CONTRACTS

CASH-FUNDED (TRUST) INSURANCE-FUNDED ANNUITY-FUNDED

(CHECK ALL FUNDING TYPES THAT APPLY)

Activity for the Period: January 1, 2022 - December 31, 2022

Deadline for Receipt by the Prepaid Funeral Benefits Division is:

WEDNESDAY, MARCH 15, 2023

[In accordance with [Arkansas Code Annotated \(A.C.A.\) § 23-40-119 \(a\) - \(c\)](#)]

AFFIDAVIT OF LICENSEE/SELLER

BEFORE ME, the undersigned authority, on this day personally appeared _____, *Authorized Agent Name (Affiant 1)*,

an authorized representative, and _____, *Authorized Agent Name (Affiant 2) (if needed)*, an authorized agent, of

_____, *Prepaid Licensee Name (Seller)*, and being by me duly sworn on oath did depose and

say, each for himself/herself that each of the Affiant(s) has read the above and foregoing Annual Report and the related prepaid funeral benefits contracts of said Seller, that each knows the contents thereof, and that the facts set forth therein are known by each of the said Affiant(s) to be in all things true and correct, to the best of his/her/their knowledge.

Authorized Agent Signature (Affiant 1)

Authorized Agent Signature (Affiant 2) (if needed)

[Notary Seal]

NOTARY PUBLIC

STATE OF _____
COUNTY OF _____

Subscribed to and sworn or affirmed before me this _____ day
of _____, 20 _____.

MY COMMISSION EXPIRES: _____

NOTARY PUBLIC SIGNATURE



ANNUAL REPORT OF PREPAID FUNERAL BENEFITS CONTRACTS

CASH-FUNDED (TRUST) INSURANCE-FUNDED ANNUITY-FUNDED

(CHECK ALL FUNDING TYPES THAT APPLY)

Activity for the Period: January 1, 2022 - December 31, 2022

Deadline for Receipt by the Prepaid Funeral Benefits Division is:

WEDNESDAY, MARCH 15, 2023

[In accordance with [Arkansas Code Annotated \(A.C.A.\) § 23-40-119 \(a\) - \(c\)](#)]

ANNUAL REPORT FEE SCHEDULE

Per [Arkansas Code Annotated \(A.C.A.\) § 23-40-119 \(c\)](#), the annual report fee shall be based on the total amount of aggregate contracts for prepaid funeral benefits outstanding and unfulfilled as of December 31st of each year and shall be payable at the time the annual report is filed.

IMPORTANT: CALCULATING THE COMBINED "ACTIVE" (OUTSTANDING/UNFULFILLED) PREPAID FUNERAL BENEFITS CONTRACTS AMOUNT TO DETERMINE THE ANNUAL REPORT FEE DUE

The annual report fee due is determined by aggregating (combining) the GROSS CONTRACT AMOUNTS of all outstanding/unfulfilled prepaid funeral benefits contracts that were "active" as of December 31st of the year in review. **This includes all "active" contracts, regardless of funding type: cash-funded (trust), insurance-funded, and annuity-funded.** The "gross" contract amount is the total amount for which the pre-need contract was written; not the net contract amount, which excludes assignable benefits (other pledged insurance/annuity policies, burial association policies, etc.).

TO CALCULATE THE FEE DUE WITH THE ANNUAL REPORT:

- Combined Gross Contracts Amount of Active **Cash/Trust-Funded** Contracts as of 12-31-2022: _____
 - Combined Gross Contracts Amount of Active **Insurance-Funded** Contracts as of 12-31-2022: _____
 - Combined Gross Contracts Amount of Active **Annuity-Funded** Contracts as of 12-31-2022: _____
- COMBINED TOTAL CONTRACTS AMOUNT** \Rightarrow **REFERENCE TO CHART BELOW:** _____

The Gross Contracts Amounts should be listed on the exhibits / in-force reports being attached to this Annual Report.

Please pay only the Annual Report Fee when submitting this report. No cash, please. Check, Cashier's Check, or Money Order should be made payable to the "**State Insurance Department Prepaid Trust Fund.**" [[A.C.A. § 23-40-119 \(c\)\(2\)](#)]:

AGGREGATE (COMBINED) TOTAL OF OUTSTANDING & UNFULFILLED PREPAID FUNERAL BENEFITS CONTRACTS IN ARKANSAS ONLY AS OF DECEMBER 31	ANNUAL REPORT FEE DUE TO THE STATE OF ARKANSAS/ARKANSAS INSURANCE DEPT.
<input type="checkbox"/> Up to and including \$250,000	\$ 200.00
<input type="checkbox"/> \$250,001 up to and including \$500,000	\$ 250.00
<input type="checkbox"/> \$500,001 up to and including \$1,000,000	\$ 500.00
<input type="checkbox"/> \$1,000,001 up to and including \$2,500,000	\$1,000.00
<input type="checkbox"/> \$2,500,001 up to and including \$5,000,000	\$2,000.00
<input type="checkbox"/> \$5,000,001 up to and including \$10,000,000	\$3,000.00
<input type="checkbox"/> \$10,000,001 up to and including \$20,000,000	\$4,000.00
<input type="checkbox"/> \$20,000,001 up to and including \$40,000,000	\$5,000.00
<input type="checkbox"/> \$40,000,001 and Over	\$6,000.00



ANNUAL REPORT OF PREPAID FUNERAL BENEFITS CONTRACTS CASH-FUNDED (TRUST)

Activity for the Period: January 1, 2022 - December 31, 2022

CASH-FUNDED (TRUST) CONTRACTS: IN-FORCE ROLL-FORWARD

PREPAID LICENSEE IN-FORCE DESCRIPTION	CONTRACT COUNT (#)	GROSS CONTRACT AMOUNT (\$)	AMOUNT COLLECTED (\$)
CONTRACT PROCEEDS (PRINCIPAL AMOUNT, NOT INTEREST):			
1. Balance Due to the Trust Account(s) as of December 31, 2021	_____	_____	_____
2. Net Contracts Proceeds <u>Additions</u> on existing cash-funded contracts for 2022 (+)	_____	_____	_____
3. Total of ALL NEW SALES for the calendar year 2022 (+)	_____	_____	_____
4. Net Contracts Total of ALL TERMINATED CONTRACTS (due to Death, Cancellation, Outgoing Transfer) in 2022 (-)	(_____)	(_____)	(_____)
5. Total Contracts Proceeds Collected and Deposited to the Trust Account(s) as of December 31, 2022	_____	GROSS CONTRACTS - USE TO CALC. ANN. REPT. FEE	TOTAL LIABILITIES (PRINCIPAL)

**** COMPLETION OF LINES #6 - #13 IS OPTIONAL ****

UN-DISBURSED NET INVESTMENT INCOME:

6. Balance due to the Trust Account(s) as of December 31, 2021	_____
7. Additions for 2022 (+)	_____
8. Net Deductions for 2022 (-)	_____
9. Un-Disbursed Net Investment Income due to the Trust Account(s) as of December 31, 2022	_____

SURPLUS FUNDS:

10. Surplus Funds due to the Trust Account(s) as of December 31, 2021	_____
11. Additions for 2022 (+)	_____
12. Withdrawals for 2022 (-)	_____
13. Total Surplus Funds due to the Trust Account(s) as of December 31, 2022	_____

14. Amount Collected (Line #5, "Amount Collected" Column) = Total Trust Fund "Liability"	_____
15. Trust Account(s) Balance (Principal + Interest) = Total Trust Fund "Assets"	_____

IMPORTANT:

- If there are any changes/corrections that need to be reported from the 2021 Annual Report (missed newly-issued contracts, contract additions, matured/terminated contracts, etc.), please reflect those adjustments (counts/amounts) under Item #2 and provide a brief explanation in the area below.
- If the total from (15) is less than the total from (14), then a detailed reconciliation must be attached to this report. **Deposit(s) to the trust account are required when deficiency balances/shortages are identified.**
- A complete copy of the **trustee/bank transactional statement(s)** (for the period **January 1, 2022 through December 31, 2022**) should be attached to this cash-funded (trust) annual report for verification/reconciliation purposes. Also include a complete listing of all "active" cash/trust-funded prepaid contracts as of December 31, 2022.

Explanation of Adjustments to 2021 Annual Report (No. 2 above):

TRUST ACCOUNT(S) INFORMATION

Bank(s)/Trustee(s) or Broker(s)/Dealer(s) acting as Custodian(s) within the State of Arkansas where the prepaid licensee's (Seller's) trust account is established, as required under **A.C.A. § 23-40-114 (b)**:

Trustee/Bank or Broker/Dealer acting as Custodian Name & Address

Account Number(s)



ANNUAL REPORT OF PREPAID FUNERAL BENEFITS CONTRACTS

INSURANCE-FUNDED

Activity for the Period: January 1, 2022 - December 31, 2022

INSURANCE COMPANIES/THIRD PARTY ADMINISTRATORS

As of December 31st of the year in review, the prepaid licensee’s records indicate that the following insurance companies/ third party administrators (TPAs), whether domestic or foreign, have issued or are administrating insurance policies that fund its prepaid funeral benefits contracts:

INSURANCE CO./TPA NAME	MAILING ADDRESS/CONTACT PHONE NO.

If there are insurance companies/TPAs than cannot be listed in the spaces above, please include additional listings on a separate sheet. **IMPORTANT:** Please identify your primary/current funding source with an asterisk (*) next to the name.

INSURANCE-FUNDED CONTRACTS: IN-FORCE ROLL-FORWARD

LICENSEE/FUNERAL HOME IN-FORCE DESCRIPTION	CONTRACT COUNT (#)	GROSS AMOUNT OF CONTRACTS (\$)
1. Gross Contracts Total of all outstanding/unfulfilled insurance-funded contracts as of December 31, 2021	_____	_____
2. Adjustments to 2021 Annual Report [†] (+ or -)	_____	_____
3. Gross Contracts Total of ALL NEW SALES for the calendar year 2022 (+)	_____	_____
4. Gross Contracts Total of ALL TERMINATED CONTRACTS in 2022 (-)	(_____)	(_____)
5. Gross Contracts Total of all outstanding/unfulfilled insurance-funded contracts as of December 31, 2022	_____	_____

NOTE: Add the total for (1), (2), and (3), and then subtract the total for (4) to get the **year-end in-force total (5)**. If the adjustment reflected under (2) is a negative adjustment to the prior year’s total, then subtract the total from (2). The total reported under (5) should balance back to the total reflected on the attached “Exhibit A” from the licensee/funeral home.

CROSS-CHECK:

6. Net Amount of insurance policies in-force as of December 31, 2022	_____
7. Total Amount of <u>Assignable Benefits</u> credited toward outstanding/unfulfilled insurance-funded contracts (other assigned policies, burial association certificates, etc.)	_____
8. Total [(6) + (7)] = Gross Contracts Total	_____

NOTE: The gross amount totals for (5) and (8) should equal the same amount. If they do not match, please provide a detailed explanation on a separate sheet.

[†] Explanation of Adjustments to 2021 Annual Report (No. 2 above):



ARKANSAS DEPARTMENT OF COMMERCE | ARKANSAS INSURANCE DEPARTMENT | PREPAID FUNERAL BENEFITS DIVISION
ANNUAL REPORT OF PREPAID FUNERAL BENEFITS CONTRACTS
ANNUITY-FUNDED

Activity for the Period: January 1, 2022 - December 31, 2022

INSURANCE COMPANIES/THIRD PARTY ADMINISTRATORS

As of December 31st of the year in review, the prepaid licensee's records indicate that the following insurance companies/third party administrators (TPAs), whether domestic or foreign, have issued or are administering annuity policies that fund its prepaid funeral benefits contracts:

INSURANCE CO./TPA NAME	MAILING ADDRESS/CONTACT PHONE NO.

If there are insurance companies/TPAs than cannot be listed in the spaces above, please include additional listings on a separate sheet. **IMPORTANT: Please identify your primary/current funding source with an asterisk (*) next to the name.**

ANNUITY-FUNDED PREPAID CONTRACTS: IN-FORCE ROLL-FORWARD

LICENSEE/FUNERAL HOME IN-FORCE DESCRIPTION	A. CONTRACT COUNT (#)	B. GROSS CONTRACT SALES PRICE (\$)	C. AMOUNT COLLECTED ON ANNUITY CONTRACT (\$)
1. Total of all outstanding/unfulfilled annuity-funded contracts as of December 31, 2021	_____	_____	_____
2. Adjustments to 2021 Annual Report [†] (+ or -)	_____	_____	_____
3. Total of ALL NEW SALES for the calendar year 2022 (+)	_____	_____	_____
4. Total of Collections for PRIOR YEARS' SALES during the calendar year 2022 (+)	_____	_____	_____
5. Gross Contracts Total of ALL TERMINATED CONTRACTS (due to Death, Cancellation, Outgoing Transfer) in 2022 (-)	(_____)	(_____)	(_____)
6. Total of all outstanding/unfulfilled annuity-funded contracts as of December 31, 2022	_____	_____	◀[6B] _____

NOTE: Add the total for (1), (2), (3), and (4) and then subtract the total for (5) to get the **year-end in-force total (6)**. If the adjustment reflected under (2) is a negative adjustment to the prior year's total, then subtract the total from (2). The total reported under (6) should balance back to the total reflected on the attached "Exhibit A" from the licensee/funeral home.

CROSS-CHECK:	B.	C.
7. Annuity-Funded Prepaid Contracts <u>Balance Due</u> as of December 31, 2022	◀ NOT APPLICABLE	_____
8. <u>Assignable Benefits</u> credited toward outstanding/unfulfilled annuity-funded contracts (other assigned policies, burial association certificates, etc.)	◀ NOT APPLICABLE	_____
9. Active Contracts Amount as of December 31, 2022 (Total [(6C) + (7C) + (8C)])	◀ NOT APPLICABLE	◀[9C] _____

Provide a detailed explanation on additional sheet(s) if the totals of [6B] and [9C] do not agree.

[†] Explanation of Adjustments to 2021 Annual Report (No. 2 above):