

**RCW 48.23A.070 Policy designated for use of illustrations—
Annual report—Required information—In-force illustrations—Notice of
adverse changes.** (1) In the case of a policy designated as one for
which illustrations will be used, the insurer shall provide each
policy owner with an annual report on the status of the policy that
shall contain at least the following information:

(a) For universal life policies, the report shall include the
following:

(i) The beginning and end date of the current report period;

(ii) The policy value at the end of the previous report period
and at the end of the current report period;

(iii) The total amounts that have been credited or debited to the
policy value during the current report period, identifying each type,
such as interest, mortality, expense, and riders;

(iv) The current death benefit at the end of the current report
period on each life covered by the policy;

(v) The net cash surrender value of the policy as of the end of
the current report period;

(vi) The amount of outstanding loans, if any, as of the end of
the current report period; and

(vii) For fixed premium policies: If, assuming guaranteed
interest, mortality, and expense loads and continued scheduled premium
payments, the policy's net cash surrender value is such that it would
not maintain insurance in force until the end of the next reporting
period, a notice to this effect shall be included in the report; or

(viii) For flexible premium policies: If, assuming guaranteed
interest, mortality, and expense loads, the policy's net cash
surrender value will not maintain insurance in force until the end of
the next reporting period unless further premium payments are made, a
notice to this effect shall be included in the report.

(b) For all other policies, where applicable:

(i) Current death benefit;

(ii) Annual contract premium;

(iii) Current cash surrender value;

(iv) Current dividend;

(v) Application of current dividend; and

(vi) Amount of outstanding loan.

(c) Insurers writing life insurance policies that do not build
nonforfeiture values shall only be required to provide an annual
report with respect to these policies for those years when a change
has been made to nonguaranteed policy elements by the insurer.

(2) If the annual report does not include an in-force
illustration, it shall contain the following notice displayed
prominently: "IMPORTANT POLICY OWNER NOTICE: You should consider
requesting more detailed information about your policy to understand
how it may perform in the future. You should not consider replacement
of your policy or make changes in your coverage without requesting a
current illustration. You may annually request, without charge, such
an illustration by calling (insurer's phone number), writing to
(insurer's name) at (insurer's address) or contacting your insurance
producer. If you do not receive a current illustration of your policy
within 30 days from your request, you should contact your state
insurance department." The insurer may vary the sequential order of
the methods for obtaining an in-force illustration.

(3) Upon the request of the policy owner, the insurer shall
furnish an in-force illustration of current and future benefits and

values based on the insurer's present illustrated scale. This illustration shall comply with the requirements of RCW 48.23A.030 (1) and (2) and 48.23A.040 (1) and (5). No signature or other acknowledgment of receipt of this illustration shall be required.

(4) If an adverse change in nonguaranteed elements that could affect the policy has been made by the insurer since the last annual report, the annual report shall contain a notice of that fact and the nature of the change prominently displayed. [2008 c 217 s 29; 1997 c 313 s 9.]

Severability—Effective date—2008 c 217: See notes following RCW 48.03.020.