



BEST'S COMPANY REPORT



AMALGAMATED LIFE INSURANCE COMPANY

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AMB #: 006031

NAIC #: 60216

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Best's Credit Rating Effective Date

August 14, 2024

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Information

[Best's Credit Rating Methodology](#)

[Guide to Best's Credit Ratings](#)

[Market Segment Outlooks](#)

Financial Data Presented

The financial data in this report reflects the most current data available to the Analytical Team at the time of the rating. Updates to the financial exhibits in this report are available here: [Best's Financial Report](#).

Amalgamated Life Insurance Company

AMB #: 006031 | **NAIC #:** 60216 | **FEIN #:** 13-5501223

Ultimate Parent: AMB # 055392 - National Retirement Fund

Best's Credit Ratings

Financial Strength Rating (FSR)

<p>A</p> <p>Excellent</p> <p>Outlook: Stable Action: Affirmed</p>

Issuer Credit Rating (ICR)

<p>a</p> <p>Excellent</p> <p>Outlook: Stable Action: Affirmed</p>

Assessment Descriptors

Balance Sheet Strength	Very Strong
Operating Performance	Adequate
Business Profile	Neutral
Enterprise Risk Management	Appropriate

Rating Rationale

Balance Sheet Strength: **Very Strong**

- The risk-adjusted capitalization of Amalgamated Life Insurance Company (Amalgamated Life) is assessed at the strongest level for its insurance and investment risks based on Best's Capital Adequacy Ratio (BCAR).
- Grew absolute capital and surplus in 2023 and through the first quarter of 2024 due mainly to net income and a decrease to non-admitted assets, respectively.
- Maintains more than sufficient current and overall liquidity ratios.
- Conservative investment portfolio consists of almost entirely investment-grade fixed-income securities and cash & short-term investments.
- While financial flexibility is limited owing to the lack of a line of credit or membership in the Federal Home Loan Bank, capitalization and liquidity have historically been more than adequate to support both short-term business requirements and longer-term strategic growth.

Operating Performance: **Adequate**

- After growing in prior years, Amalgamated Life's net premium has been declining since 2022, a trend that has continued into 2024. The lower premium has been driven by corrective pricing actions that have resulted in the non-renewal of several large accounts.
- Following operating and net losses reported in the two prior years, the company returned to profitability in 2023 and through the first quarter of 2024 by reporting operating and net income driven by profitability restoration initiatives within its voluntary individual disability and medical stop-loss segments.
- It grew net investment income modestly in 2023 and through the first quarter of 2024 versus the same period in the prior year from higher interest yields after net investment income had trended downward slightly in previous years.

Business Profile: **Neutral**

- Amalgamated Life maintains moderate shares of the group life, medical stop-loss and group disability markets among Taft-Hartley plans and organized labor, where sizable brand loyalty exists.
- Benefits from diversified distribution channels including internal sales, consultants, brokers, strategic alliances and associations.
- Lower moderate product risk profile from lower-risk life products and moderate-risk medical stop-loss, short-term disability and voluntary/worksite supplemental life and health products, as well as non-risk administrative services only (ASO) revenue.
- Operates in highly competitive group life and medical stop-loss markets.
- While premium is fairly well diversified among its products, premium is geographically concentrated. At year-end 2023, approximately 45% of direct premium was from the state of New York and 80% of direct premium was derived from five states.

Enterprise Risk Management: **Appropriate**

- Amalgamated Life maintains an enterprise risk management (ERM) policy that complies with New York State Department of Financial Services Regulation 203.
- The general counsel, who serves as the chief risk officer, chairs the ERM Committee composed of the CEO, EVP of Finance, CIO, CISO, chief actuary and vice president of Policy Services and advised by the company's compliance counsel.
- The outsourced Internal Audit department annually conducts a risk assessment, which results in a new risk assessment and audit plan for review and approval by the Audit Committee.
- The external asset management firm stress tests investments quarterly.

Outlook

- The stable outlooks reflect the very strong balance sheet strength assessment supported by BCAR at the strongest level and adequate, albeit fluctuating, operating results. In addition, reliable distribution relationships, an expanding product portfolio and increased geographic diversification will continue to sustain the neutral business profile.

Rating Drivers

- Negative rating action could occur if there was a material downward trend in operating performance.
- Negative rating action could occur if there was a material decline in geographic or product diversification.

- While unlikely, positive rating action could occur if the company expands its geographic diversification and net premium.

Key Financial Indicators

Best's Capital Adequacy Ratio (BCAR) Scores (%)

Confidence Level	95.0	99.0	99.5	99.6
BCAR Score	75.6	63.5	56.5	52.5

Source: Best's Capital Adequacy Ratio Model - L/H, US

Key Financial Indicators USD (000)	3-Months		Year End - December 31				
	2024	2023	2023	2022	2021	2020	2019
Assets:							
General Account	150,595	147,323	151,132	148,550	144,270	155,632	142,957
Total	150,595	147,323	151,132	148,550	144,270	155,632	142,957
Liabilities:							
Net Life Reserves	24,048	24,787	23,085	24,841	25,476	22,274	18,877
Net Accident & Health Reserves	28,449	31,432	27,826	31,261	26,685	23,866	19,506
Asset Valuation Reserve	760	704	742	681	603	537	466
Other General Account	27,098	25,457	29,992	24,446	18,953	28,692	28,558
Total	80,355	82,380	81,645	81,230	71,718	75,369	67,406
Total Capital and Surplus	70,240	64,943	69,487	67,320	72,552	80,264	75,551
Net Income	79	-3,073	1,987	-4,650	-9,101	4,868	9,160
Net Premiums Earned	30,073	30,835	119,241	133,188	137,111	116,291	99,723
Net Investment Income	1,144	996	4,117	3,165	3,139	3,344	3,477

Source: BestLink® - Best's Financial Suite

Key Financial Ratios (%)	3-Months		Year End - December 31					Weighted Average
	2024	2023	2023	2022	2021	2020	2019	
Operating Return on Revenue	0.2	-6.4	1.0	-2.3	-4.4	2.6	5.4	0.2
Operating Return on Capital and Surplus	0.5	-18.6	2.9	-6.6	-11.9	6.2	12.9	0.6
Net Investment Yield	3.6	3.2	3.3	2.5	2.3	2.4	2.6	2.6
Pre-Tax Investment Total Return	3.6	3.2	2.9	2.5	2.5	2.7	2.6	2.6

Source: BestLink® - Best's Financial Suite

Leverage (%)	3-Months		Year End - December 31				
	2024	2023	2023	2022	2021	2020	2019
General Account Liabilities to Capital and Surplus	1.1	1.3	1.2	1.2	1.0	0.9	0.9
Higher Risk Assets to Capital and Surplus:							
All Other Higher Risk Assets	0.1	0.1	0.1	0.1	0.1	0.1	0.2

Source: BestLink® - Best's Financial Suite

Liquidity Analysis	3-Months		Year End - December 31				
	2024	2023	2023	2022	2021	2020	2019
Current Liquidity (%)	158.5	148.7	154.4	155.6	175.5	190.6	202.6
Net Operating Cash Flow USD (000)	3,198	-2,879	3,520	2,490	-9,422	5,237	6,965

Source: BestLink® - Best's Financial Suite

Credit Analysis

Balance Sheet Strength

The balance sheet strength assessment of Amalgamated Life Insurance Company (Amalgamated Life, the company) is very strong driven by the strongest level of risk-adjusted capitalization as measured by Best's Capital Adequacy Ratio (BCAR), partially offset by limited financial flexibility. However, more than sufficient capitalization and liquidity levels support both short-term requirements and longer term strategic business growth.

Balance Sheet Strength (Continued...)

Capitalization

Amalgamated Life's risk-adjusted capitalization for its insurance and investment risks is assessed at the strongest level based on Best's Capital Adequacy Ratio (BCAR). The BCAR grew at year-end 2023 due to a 3% increase to absolute capital and surplus and a 10% decrease to net premium after declining in the prior two years due to decreases in absolute capital & surplus driven by net losses. Total capital has fluctuated over the last five years, reflecting an 0.8% 5-yr compound annual growth rate at year-end 2023. Absolute capital and surplus grew slightly through the first quarter of 2024 due mainly to a decrease in non-admitted assets.

Leverage metrics are satisfactory. The 1.7 to 1 ratio of net premium to capital and surplus at year-end 2023 had resulted from capital growth keeping pace with premium growth. Similarly, the company's ratio of adjusted capital and surplus to liabilities was 86.8%, while its reinsurance leverage ratio was favorably low at 20.9%.

Liquidity has remained more than sufficient over the last five years, with overall and current liquidity ratios reported at 186.8% and 154.4%, respectively, at year-end 2023. Amalgamated Life has generally reported positive cash flow in recent years with the exception of 2021, when a net loss caused negative cash flow. While the company has limited access to external capital due to a lack of a line of credit or membership with the Federal Home Loan Bank (FHLB), it has historically maintained a more than sufficient level of liquidity as reflected by its very liquid investment portfolio.

Capital Generation Analysis USD (000)	3-Months		Year End - December 31				
	2024	2023	2023	2022	2021	2020	2019
Beginning Capital and Surplus	69,487	67,320	67,320	72,552	80,264	75,551	66,765
Net Operating Gain	79	-3,073	1,987	-4,650	-9,101	4,868	9,160
Other Changes in Capital and Surplus	673	696	179	-582	1,390	-155	-375
Net Change in Capital and Surplus	753	-2,377	2,167	-5,232	-7,711	4,713	8,786
Ending Capital and Surplus	70,240	64,943	69,487	67,320	72,552	80,264	75,551
Net Change in Capital and Surplus (%)	1.1	-3.5	3.2	-7.2	-9.6	6.2	13.2
Net Change in Capital and Surplus (5 yr CAGR)	...	...	0.8	...	...	...	...

Source: BestLink® - Best's Financial Suite

Asset Liability Management - Investments

Amalgamated Life engages an external asset manager to manage the majority of its investments according to its investment policy emphasizing liquidity and low risk. The investment portfolio predominately consists of almost entirely investment-grade fixed income securities with the remainder composed of cash & short-term investments. Fixed income securities are well diversified among corporate, U.S. state/special revenue, foreign and U.S. government issues with an average maturity of over 9 years at year-end 2023. Although the company in recent years shifted a larger portion of its fixed income portfolio to higher risk but still investment grade NAIC Class 2 issues to maintain returns given the low interest rate environment before 2022, its 25.1% of these securities at year-end 2023 remains lower than the average % for life and health carriers.

Composition of Cash and Invested Assets	3-Months		Year End - December 31				
	2024	2023	2023	2022	2021	2020	2019
Total Cash and Invested Assets USD (000)	126,369	121,615	125,081	125,601	125,071	142,916	135,831
Composition Percentages (%)							
Unaffiliated:							
Cash and Short Term Investments	1.2	0.4	0.7	4.9	2.6	12.8	8.6
Bonds	98.8	99.6	99.2	95.1	97.4	87.1	91.3
Total Unaffiliated	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Source: BestLink® - Best's Financial Suite

Balance Sheet Strength (Continued...)

Bonds and Short Term Investments - Distribution by Maturity (%)	Years					Average (Years)
	0-1	1-5	5-10	10-20	20+	
Government Bonds	1.4	1.9	...	...	0.6	5.4
Government Agencies and Municipal Bonds	0.4	1.7	3.1	9.7	11.0	17.3
Industrial and Miscellaneous Bonds	2.1	39.9	18.6	4.2	5.4	6.5
Total Bonds	3.8	43.5	21.8	14.0	16.9	9.3

Source: BestLink® - Best's Financial Suite

Bonds - Distribution by Issuer	Year End - December 31				
	2023	2022	2021	2020	2019
Bonds USD (000)	124,136	119,409	121,763	124,533	124,015
US Government (%)	3.8	3.9	4.2	7.7	14.2
Foreign Government (%)	...	...	0.6	0.6	0.6
Foreign - All Other (%)	13.7	14.1	13.6	6.3	4.4
State, Municipal & Special Revenue (%)	26.0	24.7	26.2	29.7	22.9
Industrial & Miscellaneous (%)	56.5	57.4	55.5	55.8	57.9
Total Bonds (%)	100.0	100.0	100.0	100.0	100.0

Source: BestLink® - Best's Financial Suite

Reserve Adequacy

Amalgamated Life's actuarial liabilities are generally short-term in nature and are not interest rate sensitive. Consequently, changes in economic conditions and interest rates are not material to reserve adequacy. The company does maintain a block of individual and group life insurance reserves associated with long-term contracts, as well as a small block of individual disability business, critical illness and accident only policies.

Holding Company Assessment

The ultimate co-parent owners are the National Retirement Fund and affiliates of Workers United and Unite Here, who in turn own the intermediate holding company, ALICO Services Corporation (ASC). ASC in turn owns Amalgamated Life Insurance Company (Amalgamated Life), Amalgamated Employee Benefits Administrators (AEBA, formerly known as Alicare Inc.), and Amalgamated Medical Care Management (AMCM, formerly known as Alicare Medical Management, Inc.).

Operating Performance

Amalgamated Life's net premium declined in 2023 and the prior year after growing annually in the three previous years, reflecting a 4.3% 5-yr compound annual growth rate at year-end 2023. Declines were due mainly to the non-renewal of certain under-performing and mediocre stop-loss cases, the termination of one employer group's voluntary disability policies and refunds on retrospectively rated group life cases. Premium growth before 2022 reflected new sales of life, medical stop-loss, short-term disability and voluntary/worksite supplemental life/health products. Net premium was slightly lower through the first quarter of 2024 versus the same period in the prior year. The company has also grown its significant administrative services only (ASO) premium equivalents annually over the last five years, reaching \$940 million at year-end 2023.

Amalgamated Life returned to profitability in 2023 and through the first quarter of 2024 due to profitability restoration initiatives after reporting pre-tax net operating losses and net losses in the two prior years. These initiatives, including rate increases and the non-renewal of poorly and mediocre performing business, drove materially lower net underwriting losses following higher net underwriting losses reported in 2022 and 2021. Prior underwriting losses were driven by higher than expected cancer and COVID-19 claims in its medical stop-loss segment, elevated loss ratios within two large employer groups in its voluntary disability segment and, in 2021, an elevated loss ratio from COVID-19 claims in its group life segment. The company reported sizable net underwriting gains prior to 2021.

Net investment income grew at year-end 2023 and through the first quarter of 2024 vs the same period in the prior year from higher interest yields after net investment income had trended downward slightly in previous years. The 5-yr year average net yield at year-end 2023 was below the average for life and health carriers with adequate operating performance, reflecting the company's conservative investment portfolio.

Operating Performance (Continued...)

Net Operating Gain By LOB USD (000)	Year End - December 31				
	2023	2022	2021	2020	2019
Individual Life	434	-330	-14	82	73
Group Life	4,561	5,487	2,250	1,177	4,014
Accident & Health	-3,008	-9,806	-11,337	3,609	5,074
Total	1,987	-4,650	-9,101	4,868	9,160

Source: BestLink® - Best's Financial Suite

Accident & Health Statistics	Year End - December 31				
	2023	2022	2021	2020	2019
Net Premiums Written USD (000)	50,237	58,295	56,390	47,294	42,060
Net Premiums Earned USD (000)	40,462	50,080	48,967	41,945	37,024
Claims and Cost Containment Ratio (%)	101.1	102.5	103.9	72.2	70.6
Expense Ratio (%)	17.6	23.0	26.5	25.7	23.8
Combined Ratio (%)	118.7	125.5	130.4	97.9	94.4
Underwriting Results USD (000)	-9,273	-14,651	-16,873	-491	890

Source: BestLink® - Best's Financial Suite

Business Profile

Amalgamated Life, founded in 1943 and based in White Plains, NY, is licensed in 50 states and the District of Columbia. The company is wholly-owned by holding company ALICO Services Corporation (ASC) which, in turn, is 93.8% owned by the National Retirement Fund and 6.2% owned by affiliates of Workers United and UNITE HERE. ASC's other subsidiaries include Amalgamated Employee Benefits Administrators, Inc. (AEBA), a third-party administrator and Amalgamated Medical Care Management, Inc. (AMCM), a medical care management company. ASC generates over \$1 billion in premium equivalents and fee revenue within the organization. These businesses diversify ASC and assist Amalgamated Life in providing its products and services.

Amalgamated Life has historically served diverse businesses, unions, and health and welfare funds, specializing in Taft-Hartley Plans and organized labor. The company is strategically well positioned in helping working people and their families to achieve financial security by providing life, health and pension products and services. It continues to consistently grow while maintaining a low cost, moderate risk profile.

Products offered include group term life, medical stop loss, group short-term disability and voluntary/worksites products including accident, critical illness, short-term disability, portable term life, whole life, dental, legal, a hearing aid discount program and identity protection. While Amalgamated Life operates in the competitive group life and medical stop-loss markets, it has generally grown term life net premium meaningfully before 2022 and successfully competes with several larger carriers for quality medical stop-loss business. The company maintains moderate shares of the group life, medical stop-loss and group disability markets among Taft-Hartley plans and organized labor, where significant brand loyalty exists. Amalgamated Life introduced a group voluntary/worksites critical illness product in 2024 after launching new voluntary/worksites portable term life, accident and group disability products in 2021. The company entered two medical stop-loss strategic partnerships in 2020 with it retaining 20%-30% of the risk.

Amalgamated Life maintains an overall moderate product risk profile. Gross premium was fairly well diversified among products at year-end 2023, consisting of lower risk life (mostly group term life - 48%), higher moderate risk medical stop-loss (36%) and medium moderate risk group short-term disability and voluntary/worksites supplemental life and health products (16%). Also, non-risk administrative services only (ASO) revenue composed approximately one-third of total revenue. However, four-fifths of direct premium was derived from three adjacent northeastern states (New York, New Jersey and Pennsylvania), as well as California and Missouri. The company is strategically diversifying beyond these states by growing its voluntary/worksites supplemental life and health and medical stop-loss segments, selling to associations and adding strategic partners.

Diversified distribution channels include internal sales, consultants, brokers, strategic alliances and associations.

Business Profile (Continued...)

2023 By Line Business	Direct Premiums Written		Reinsurance Premiums Assumed		Reinsurance Premiums Ceded		Net Premiums Written		Business Retention
	USD (000)	%	USD (000)	%	USD (000)	%	USD (000)	%	%
Individual Life	224	0.2	2,011	5.5	140	1.1	2,095	1.8	93.7
Group Life	45,114	47.2	34,645	94.5	3,074	23.7	76,684	64.3	96.1
Accident & Health	50,237	52.6	...	...	9,775	75.3	40,462	33.9	80.5
Total	95,575	100.0	36,656	100.0	12,990	100.0	119,241	100.0	90.2

Source: BestLink® - Best's Financial Suite

Year End - December 31

Geographic Breakdown by Direct Premiums Written and Deposit-Type Contracts USD (000)

	2023	2022	2021	2020	2019
New York	42,957	48,604	42,842	37,521	34,498
California	9,915	11,050	9,448	6,390	5,896
Pennsylvania	9,101	11,093	18,776	7,070	6,781
New Jersey	8,194	9,086	8,932	7,994	8,018
Missouri	6,148	5,156	4,193	4,364	3,773
Top 5 States	76,315	84,989	84,190	63,338	58,966
All Other	24,811	30,528	26,678	22,853	18,338
Total	101,125	115,517	110,869	86,191	77,304
Geographic Concentration Index	0.21	...	...	...	...

Source: BestLink® - Best's Financial Suite

Enterprise Risk Management

Amalgamated Life maintains a formal Enterprise Risk Management (ERM) program. The company's ERM Policy complies with New York State Department of Financial Services (NYSDFS) Regulation 203. Company officers periodically participate in risk identification and risk tolerance review exercises, culminating in the development of updated risk appetite and tolerance statements, as well as the prioritizing of risk for monitoring by the Company. The ERM committee reviews these statements annually.

The General Counsel, who serves as the Chief Risk Officer (CRO), chairs the ERM Committee composed of the CEO, EVP of Finance, CIO, CISO, Chief Actuary and VP of Policy Services and advised by the company's Compliance Counsel. The CRO is responsible for ensuring that risks are properly identified, monitored and mitigated in accordance with NYSDFS requirements and best practices. The ERM Committee, which meets quarterly, evaluates risks as a whole and assesses potential impact on balance sheet strength, operational performance and business profile. Also, Amalgamated Life manages risk less formally via its weekly meetings of the executive team, which includes members of the ERM Committee. In these meetings, the executive team discusses corporate issues and develop action plans as needed to monitor and resolve these issues.

Amalgamated Life annually certifies compliance with NYSDFS cyber security regulations and maintains a cyber security insurance policy. The Chief Information Security Officer (CISO) presents annually to the Board of Directors and regularly updates the ERM and Audit Committees regarding cyber security and data monitoring.

The company's outsourced internal audit firm annually performs a risk assessment, which includes detailed risk factor assessments and questionnaires that are completed by various business heads, along with interviews of senior management. This process culminates each year in a new risk assessment and audit plan for approval by the Audit Committee at its March meeting.

BlackRock, the company's asset manager, stress tests the investment portfolio quarterly.

Reinsurance Summary

Amalgamated Life cedes excess group life, AD&D and medical stop-loss business to Swiss Re Life and Health America. The company also cedes catastrophic coverage to Zurich American Insurance Co.

Enterprise Risk Management (Continued...)
Environmental, Social & Governance

AM Best considers Amalgamated Life's exposure to material environmental, social, and governance (ESG) risks to be low. The company's investment holdings are within external ESG benchmarks, as provided by BlackRock.

Financial Statements

	3-Months		Year End - December 31			
	2024		2023		2022	
Balance Sheet	USD (000)	%	USD (000)	%	USD (000)	%
Cash and Short Term Investments	1,548	1.0	936	0.6	6,136	4.1
Bonds	124,811	82.9	124,136	82.1	119,409	80.4
Other Invested Assets	10	...	10	...	56	...
Total Cash and Invested Assets	126,369	83.9	125,081	82.8	125,601	84.6
Premium Balances	4,488	3.0	3,300	2.2	4,991	3.4
Net Deferred Tax Asset	3,710	2.5	3,710	2.5	3,033	2.0
Other Assets	16,028	10.6	19,041	12.6	14,925	10.0
Total General Account Assets	150,595	100.0	151,132	100.0	148,550	100.0
Total Assets	150,595	100.0	151,132	100.0	148,550	100.0
Net Life Reserves	24,048	16.0	23,085	15.3	24,841	16.7
Net Accident & Health Reserves	28,449	18.9	27,826	18.4	31,261	21.0
Asset Valuation Reserve	760	0.5	742	0.5	681	0.5
Other Liabilities	27,098	18.0	29,992	19.8	24,446	16.5
Total General Account Liabilities	80,355	53.4	81,645	54.0	81,230	54.7
Total Liabilities	80,355	53.4	81,645	54.0	81,230	54.7
Capital Stock	2,500	1.7	2,500	1.7	2,500	1.7
Paid-In and Contributed Surplus	7,550	5.0	7,550	5.0	7,550	5.1
Unassigned Surplus	60,190	40.0	59,437	39.3	57,270	38.6
Total Capital and Surplus	70,240	46.6	69,487	46.0	67,320	45.3
Total Liabilities, Capital and Surplus	150,595	100.0	151,132	100.0	148,550	100.0

Source: BestLink® - Best's Financial Suite

Income Statement USD (000)	3-Months		Year End - December 31	
	2024	2023	2023	2022
Net Premiums Earned:				
Individual Life	...	...	2,095	1,917
Group Life	...	...	76,684	81,191
Accident & Health	...	...	40,462	50,080
Total Net Premiums Earned	30,073	30,835	119,241	133,188
Net Investment Income	1,144	996	4,117	3,165
Other Income	16,987	16,441	66,829	65,846
Total Revenue	48,204	48,272	190,188	202,199
Policy Benefits	26,916	30,234	103,647	123,177
Commissions and Expense Allowances	1,648	1,941	7,470	8,300
Insurance and Other Expense	19,540	19,170	77,000	75,371
Pre-Tax Net Operating Gain	100	-3,073	2,071	-4,650
Income Taxes Incurred	21	...	84	...
Net Operating Gain	79	-3,073	1,987	-4,650
Net Income	79	-3,073	1,987	-4,650

Source: BestLink® - Best's Financial Suite

Statement of Operating Cash Flows USD (000)	3-Months		Year End - December 31	
	2024	2023	2023	2022
Net Premiums Collected	30,839	30,335	123,630	140,382
Net Investment Income	1,181	989	4,102	3,377
Other Income Received	17,000	16,452	66,985	65,804
Total Collected Operating Revenue	49,020	47,775	194,717	209,563
Net Benefits and Loss Related Payments	25,171	29,102	104,834	121,071
Commissions and Other Expenses Paid	20,651	21,515	86,363	86,002
Income Taxes Paid (Recovered)	...	37	...	...
Total Paid Expenses and Transfers	45,822	50,654	191,197	207,073
Net Operating Cash Flow	3,198	-2,879	3,520	2,490

Source: BestLink® - Best's Financial Suite

Amalgamated Life Insurance Company

Last Update

August 28, 2024

Identifiers

AMB #: 006031

NAIC #: 60216

FEIN #: 13-5501223

Contact Information

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Financial Data Presented

The financial data in this report reflects the most current data available at the time the report was printed.

Operations

Date Incorporated: September 29, 1943 | **Date Commenced:** February 01, 1944

Domiciled: New York, United States

Licensed: (Current since 06/14/2012). The company is licensed in the District of Columbia and all states.

Business Type: Life, Annuity, and Accident

Organization Type: Stock

Marketing Type: Direct Response

Best's Financial Size Category: VII (USD 50 Million to Less than 100 Million)

Best's Credit Ratings

Rating Relationship

AM Best Rating Unit: 006031 - Amalgamated Life Insurance Company

Best's Credit Rating Effective Date: August 14, 2024

Refer to the [Best's Credit Report for AMB# 006031 - Amalgamated Life Insurance Company](#) for details regarding the rating rationale, credit analysis, and financial exhibits available at the time the credit analysis was performed.

Best's Credit Rating History

AM Best has assigned ratings on this company since 1976. In our opinion, the company has an Excellent ability to meet their ongoing insurance obligations and an Excellent ability to meet their ongoing senior financial obligations.

The following are the most recent rating events, for longer history refer to [Rating History](#) in BestLink:

Best's Financial Strength Ratings				Best's Long-Term Issuer Credit Ratings		
Effective Date	Rating	Outlook	Action	Rating	Outlook	Action
Current -						
Aug 14, 2024	A	Stable	Affirmed	a	Stable	Affirmed
Aug 30, 2023	A	Stable	Affirmed	a	Stable	Affirmed
Aug 12, 2022	A	Stable	Affirmed	a	Stable	Affirmed
Aug 3, 2021	A	Stable	Affirmed	a	Stable	Affirmed
Aug 20, 2020	A	Stable	Affirmed	a	Stable	Affirmed

Corporate Structure

Ultimate Parent: AMB # 055392 - National Retirement Fund

Based on AM Best's analysis, AMB# 055392 National Retirement Fund is the AMB Ultimate Parent and identifies the topmost entity of the corporate structure. Access in BestLink this company's current [Corporate Structure](#).

Management

Officers

President and CEO: Paul Mallen
EVP: John Thornton (Sales & Marketing)
SVP and Chief Information Officer: Raghubar Singh
SVP, Secretary and General Counsel: Ellen Dunkin
SVP and Chief Actuary: Jonathan Pollio
SVP: Leslie Bostic
SVP: Timothy Clark
SVP: John Dubil
SVP: Cynthia Katsaras
SVP: Victoria Sartor
Vice President and Controller: Albert Olechnowicz
Vice President: Melanie Cannon
Vice President: Martin Cohen
Vice President: Pamela Duffy
Vice President: Carol Herrera
Vice President: Joel Mueller
Vice President: Pradeep Purandare
Vice President: Michael Schaefer
Vice President: Lee Souksay

Directors

Chris Baumann
Gary Bonadonna, Jr.
Julie Bracero-Kelly
John Fowler
Lynne Fox
Naomi Hanshew
Jean Hervey
Patrick Jones, Sr.
Paul Mallen
David Melman
Homi Patel
Warren Pepicelli
Maria Rivera
Edgar Romney
Richard Rumelt
Steven Thomas
Steven Weiner

Regulatory

Auditor: BDO USA, LLP
Actuary: Jonathan Pollio, FSA, MAAA

An examination of the financial condition was made as of December 31, 2017, by the insurance department of New York. The 2023 annual independent audit of the company was conducted by BDO USA, LLP. The annual statement of actuarial opinion is provided by Jonathan Pollio, FSA, MAAA, SVP and Chief Actuary.

Professional Service Providers

Investment Managers, Advisors, Brokers/Dealers:

- BLACKROCK FINANCIAL MANAGEMENT (BFM) (Unaffiliated Firm)

Principal Law Firm: Schulte Roth & Zabel LLC

Visit [Best's Insurance Professional Resources](#) to search for additional Attorneys, Adjusters, and Expert Service Providers with experience serving the insurance industry.

State Rate Filings

Summary of Approved Filings

The table below shows the number of approved filings in the last five years. For more information, please refer to [Best's State Rate Filings - 006031 - Amalgamated Life Insurance Company](#)

Major Line	2024	2023	2022	2021	2020
Group Health - Accident Only	4	...	9	20	9
Group Health - Accidental Death & Dismemberment	...	2	2	...	1
Group Health - Disability Income	1	...	...	6	34
Group Health - Specified Disease - Limited Benefit	4	32	...	...	...
Group Life - Term	3	5	2	...	...
Health - Excess/Stop Loss	1	...	1	6	41
Health - Other	5	2	...	4	5
Individual Health - Accident Only	1	...	...	3	2
Individual Health - Disability Income	...	1	2	1	1
Individual Health - Specified Disease - Limited Benefit	...	...	1	...	...
Individual Life - Whole	...	...	...	...	2
Life - Other	1	...	...	2	4
Multi-Line - Other	3	...	3	1	2
Total	23	42	20	43	101

Source: Best's State Rate Filings

Financial Results

Financial exhibits presented in this report provide calculated ratios using the most recent company-filed statements available in BestLink - Best's Statement File – L/H, US. Access [Quantitative Analytical Report \(QAR\) Annual](#) and [Quarterly](#) for additional details.

Currency: US Dollars

Balance Sheet Highlights

Ceded Reinsurance Analysis	Year End - December 31				
	2023	2022	2021	2020	2019
Amalgamated Life Insurance Company					
Face Amount Reinsurance Ceded USD (000)	10,169,012	11,000,457	9,207,827	6,953,358	7,454,804
Unaffiliated Reinsurance Recoverable / Capital & Surplus (%)	18.7	16.9	14.2	5.4	3.7
Total Reinsurance Recoverable / Capital & Surplus (%)	18.7	16.9	14.2	5.4	3.7
Surplus Relief (%)	-0.6	-0.5	-0.4	...	...
Reinsurance Leverage (%)	20.9	19.6	16.8	7.9	6.9
Group Life Composite					
Total Reinsurance Recoverable / Capital & Surplus (%)	2.9	2.8	2.4	2.1	2.3
Reinsurance Leverage (%)	69.3	84.9	82.2	78.9	83.2

Source: BestLink® - Best's Financial Suite

Balance Sheet Highlights

Asset Liability Management | Investments

	6-Months		Year End - December 31				
	2024	2023	2023	2022	2021	2020	2019
Bond Portfolio							
Bonds & Short Term Investments USD (000)	126,616	122,140	124,136	120,558	121,763	125,033	124,015
Unaffiliated Bonds:							
US Government	3.8	3.9	4.2	7.7	14.2
Foreign Government	0.6	0.6	0.6
Foreign – All Other	13.7	14.1	13.6	6.3	4.4
State, Municipal & Special Revenue	26.0	24.7	26.2	29.7	22.9
Industrial & Miscellaneous	56.5	57.4	55.5	55.8	57.9
Total Bonds	100.0	100.0	100.0	100.0	100.0
By Private vs Public (%)							
Private issues	15.0	12.2	9.9	1.4	0.6
Public issues	85.0	87.8	90.1	98.6	99.4
By Quality (%)							
Class 1	75.0	71.8	74.9	70.1	68.0	72.1	81.6
Class 2	25.0	28.2	25.1	29.8	31.9	27.8	18.3
Class 4	0.1	0.1	0.1	0.1
Class 6	...	0.1	0.1	...	...	...	...
Below Investment Grade (NAIC 3-6)	...	0.1	0.1	0.1	0.1	0.1	0.1
Below Investment Grade - % of Capital & Surplus	...	0.1	0.1	0.1	0.1	0.1	0.2

Source: BestLink® - Best's Financial Suite

Business Profile Highlights

Historical Market Presence

	Year End - December 31				
	2023	2022	2021	2020	2019
By Line Breakdown - NPW USD (000)					
Individual Life	2,095	1,917	1,867	2,228	2,300
Group Life	76,684	81,191	86,277	72,118	60,399
Accident & Health	40,462	50,080	48,967	41,945	37,024
Total	119,241	133,188	137,111	116,291	99,723

Source: BestLink® - Best's Financial Suite

Business Profile Highlights

Historical Market Presence (Continued...)

Year End - December 31

Geographic Breakdown by Direct Premiums Written and Deposit-Type Contracts USD (000)

	2023	2022	2021	2020	2019
New York	42,957	48,604	42,842	37,521	34,498
California	9,915	11,050	9,448	6,390	5,896
Pennsylvania	9,101	11,093	18,776	7,070	6,781
New Jersey	8,194	9,086	8,932	7,994	8,018
Missouri	6,148	5,156	4,193	4,364	3,773
Illinois	4,052	5,057	4,574	4,920	4,009
Texas	3,349	4,268	3,197	685	140
Indiana	2,326	2,411	2,153	838	193
Florida	1,829	2,216	1,401	1,342	1,210
Massachusetts	1,468	1,464	1,157	1,321	1,435
All Other	11,786	15,114	14,197	13,747	11,351
Total	101,125	115,517	110,869	86,191	77,304
Geographic Concentration Index	0.21	...	...	...	...

Source: BestLink® - Best's Financial Suite

Year End - December 31

	2023	2022	2021	2020	2019
By Line Reserves USD (000)					
Individual Life	2,923	3,293	2,643	1,728	2,275
Group Life	3,421	3,547	4,648	60,961	4,982
Accident & Health	10,975	10,679	10,897	4,058	1,722
Total (including Supplemental Contracts)	17,320	17,519	18,188	66,747	8,978

Source: BestLink® - Best's Financial Suite

Year End - December 31

	2023	2022	2021	2020	2019
Life Policies Statistics					
Ordinary Policies					
Issued	60	76	14	21	30
In Force	14,007	13,915	13,399	14,847	16,232
Group Policies					
Issued	10	11	20	85	12
In Force	329	350	367	409	367
Group Certificates					
Issued	2,146	12,223	26,029	24,967	17,516
In Force	704,989	706,542	786,191	720,373	742,941
Life Insurance In Force USD (000)					
Whole Life & Endowment & Additions	149,892	141,088	128,872	143,506	156,514
Term	680	980	1,230	1,330	1,330
Group	31,570,080	32,592,708	30,394,187	26,849,699	26,812,014
New Life Business Issued USD (000)					
Whole Life & Endowment & Additions	1,367	2,207	354	346	961
Group	104,796	3,085,733	2,280,891	987,560	1,661,155

Source: BestLink® - Best's Financial Suite

A Best's Financial Strength Rating opinion addresses the relative ability of an insurer to meet its ongoing insurance obligations. The ratings are not assigned to specific insurance policies or contracts and do not address any other risk, including, but not limited to, an insurer's claims-payment policies or procedures; the ability of the insurer to dispute or deny claims payment on grounds of misrepresentation or fraud; or any specific liability contractually borne by the policy or contract holder. A Financial Strength Rating is not a recommendation to purchase, hold or terminate any insurance policy, contract or any other financial obligation issued by an insurer, nor does it address the suitability of any particular policy or contract for a specific purpose or purchaser.

A Best's Issue/Issuer Credit Rating is an opinion regarding the relative future credit risk of an entity, a credit commitment or a debt or debt-like security.

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