

CURRAC - CURRENT ACCOUNT MESSAGE

UN-ECE/TRADE/WP.4/R.594 + Corr.1
Status: 0 - Draft Document
Industry Sector: Insurance

1. Functional Definition

The Current Account Message is used to report the financial transactions between sender and the recipient that have occurred during a certain period.

2. Principles

a. The Current Account may contain balance(s) from one or more than one Reinsurance Account.

b. Within one Current Account only one currency may be used.

c. The Current Account covers a particular accounting period, usually three months. The accounting period used in the Current Account begins the day after the date of the Balance Brought Forward, and ends with the date of preparation. It includes all of the financial transactions that have occurred during the period.

d. The Current Account message reports the following items:

1) Balance Brought Forward

2) Payments

3) Balance(s) transferred from the Reinsurance Account(s)

4) Current Account Balances

5) Total of Open Cash Claims

6) Total of Deferred Items

7) Balance Payable

e. Balance Brought Forward

If a Balance Brought Forward is to be reported, the Current Account Balance of the previous period forms the Balance Brought Forward for the current period.

f. Payments Each payment is to be reported as an individual item. Payments for Cash Claims must be reported separately from other payments, using the Entry Code "Credit of Cash Claim Payment".

g. Reinsurance Account Balance

The Reinsurance Account Balance of every Reinsurance Account transferred to the Current Account is included in the Current Account.

h. Current Account Balance

The Current Account Balance is the sum of:

- 1) the Balance Brought Forward (if present),
- 2) all payment entries, and
- 3) the Reinsurance Account Balance(s) transferred.

i. Total of Open Cash Claims

The totals of Open Cash Claims of each Reinsurance Account transferred to the Current Account are included in the correspondent Current Account.

j. Total of Deferred Items

The totals of Deferred Items of each Reinsurance Account transferred to the Current Account are included in the correspondent Current Account.

k. Balance Payable

The Balance Payable is computed by consolidating the Current Account Balance, and all entries for Total of Open Cash Claims and Total of Deferred Items.