

Product Standards Committee
Public Call Summary
September 22, 2020

Agenda Item 2. Receive comments on PSC feedback on written comments to Management Committee with Respect to the *Additional Standards for Qualifying Events for Waiver of Monthly Deductions Benefits* and *Additional Standards for Qualifying Events for Waiver of Premium Benefits* and for the new *Additional Standards for Waiver of Surrender Charge Benefit for Life Insurance*

Jason Lapham, chair of the Product Standards Committee said that the only written comments were received from ACLI. ACLI stated that their comments on the *Additional Standards for Qualifying Events for Waiver of Monthly Deductions Benefits* and *Additional Standards for Qualifying Events for Waiver of Premium Benefits* were technical and self-explanatory. There were no other comments.

Debra Allen from Ohio National discussed the request to amend the *Additional Standards for Waiver of Surrender Charge Benefit for Life Insurance*. She said that bank-owned life insurance (BOLI) products routinely waive surrender charges for cash surrenders, but not for 1035 exchanges. Jason Lapham asked her to provide the PSC with examples in writing for the PSC to consider.

Agenda Item 3. Update on PSC deliverable for items in the Insurance Compact Compass: Strategic Plan 2020-2022

The Compact Office provided an update on assignments from the Strategic Plan involving improving notices regarding uniform standards development, guidance on uniform standards development and development of a system for identifying and prioritizing the development of new uniform standards.

A subgroup of the Actuarial Working Group began meeting in September to discuss developing standards for indexed-link variable annuity contracts. They are beginning by looking at interim value calculation methodologies.

Agenda Item 4. Any Other Matters

The Chair stated that the PSC would consider the comments received for the *Additional Standards for Qualifying Events Waiver of Premium Benefits*, *Additional Standards for Qualifying Events Waiver of Monthly Deductions*, and the *Additional Standards for Waiver of Surrender Charge Benefit for Life Insurance*.