

Product Standards Committee (PSC)  
Regulator Call Summary  
January 30, 2024

## **Agenda Item 2. Review Charter and Workplan for 2024**

Andria Seip said that the PSC reviews its charter and workplan each year and asked if there were questions or comments. Andria Seip noted a typo. There were no other questions. The typo will be corrected, and the charter and work plan will be posted on the Compact website.

## **Agenda Item 3. Discuss revised drafts of the ILVA standard, and the amendments to the Additional Standards for Market Value Adjustment Feature For Modified Guaranteed Annuities and Index-Lined Variable Annuities and finalize**

The Compact Office went over the revised drafts. Tomasz Serbinowski raised a question about the company discretion in the substitution of an index under §3 Contract Provisions, K. Discontinuance or Substantial Change to an Index. The Compact Office said a filing is required when an index is changed or discontinued.

## **Agenda Item 4. Discuss amendments to the scope of Other Standards to add references to ILVA and amendments to the calculation of the initial benefit base for Guaranteed Minimum Accumulation Benefit (GMAB) features under the Additional Standards for Guaranteed Living Benefits for Individual Deferred Variable Annuities**

PSC members received drafts of the amended standards in advance of the call. Andria Seip asked the Compact Office to summarize the changes. PSC members discussed the amendment to the Guaranteed Living Benefits regarding the benefit base. Pete Weber of Ohio suggested changing the wording to “specified percentage” rather than “portion”:

### §2. General Requirements C. GLB Amounts

(1) The GLB form shall describe any formulae or methodology used to determine the GLB amounts.

The GLB form shall describe:

(a) The calculation of the guaranteed benefit base. The value of the guaranteed benefit base for a GLB benefit included at contract issue shall be equal to all or a specified ~~portion~~ **percentage** of the initial premium payment, and for a GLB benefit added after contract issue shall be equal to all or a specified ~~portion~~ **percentage** of

the account value, increased by all or a specified ~~portion~~ **percentage** of any additional premium, and may be further increased or decreased as follows:

Andria Seip said these additional standards are the subject of a public call on February 13 and members can submit written comments or oral comments during the call. There were no other questions on the additional standards.

**Agenda Item 5. Discuss response from New York Life on the group term life standards for nonemployer groups**

Andria Seip said the Compact Office is working on a summary of the response and it will be moved to the next regulator call on February 27.

**Agenda Item 6. Discuss the review of the group whole life insurance draft uniform standards for nonemployer groups**

Andria Seip asked the Compact Office for the status of the drafts. The Compact Office will be distributing a red-lined draft to the volunteers who offered to review the draft. Andria said others can volunteer to review the drafts.

**Agenda Item 5. Any Other Matters**

Sarah Neil, Communications and Outreach Coordinator, provided an overview of the Compact website showing members where to find the Uniform Standards Development Guidelines on the Standards Page and the drafts of uniform standards under review by the PSC on the PSC Exposure Drafts page.

Andria Seip said that the next meeting will be a public call on February 13, 2024.