

Agenda item 2. Discuss request on the 2025 Prioritization list to expand the list of qualified events in the Additional Standards For Waiver of Surrender Charge Benefit.

Andria Seip asked the Compact Office to provide background on the request to expand the list of qualifying events. Karen Givens described filings that could not be reviewed because they listed qualifying events such as home displacement due to natural disasters and other financial hardship situations. PSC members asked the Compact Office to provide a list of the additional qualifying events it has received. PSC members asked if the additional reasons would line up with permitted reasons in the tax code. There were questions about fees associated with accessing the surrender benefit. The Compact Office will provide more detail on the next call. The Compact Office will contact ACLI for comments on expanding the list of qualifying events.

Agenda item 3. Discuss request on the 2025 Prioritization list for a new standard for Additional Standards For Bonus Benefits For Individual Adjustable Life Insurance Policies

Karen Givens discussed the request to create a new uniform standard for bonus benefits for adjustable life insurance policies. The standard would follow the scope of the bonus benefit standard for annuities. The bonus benefit can be an interest bonus, a premium bonus, a persistency bonus or any other amounts/percentages that are credited to the premiums paid, account value, cash value, cash surrender value or annuity/maturity value under a specified condition, other than benefits of the type described above that are provided through any pattern of non-level interest rate guarantees that may be similar to but are not specifically referred to as bonuses or additional credits. The PSC asked for examples. Members noted that the actuarial review for life products differs from the review for annuity products. The Compact Office will provide examples to discuss on the next call.

Agenda item 4. Discuss comments or questions regarding the public call

There were no questions or comments about the draft standards in advance of the public call.

Agenda item 5. Any Other Matters

The next meeting will be a public call on May 6.