

Agenda item 2. Individual Deferred Paid-Up Non-Variable Annuity Contract Standards. Review a request to add participating/nonparticipating distinctions to apply to initial premium requirements. Review history of 3. B. (1)(c) and discuss ACLI proposed amendments to Section 1.B.(1)(g) and Appendix A (Actuarial Certification)

The committee continued the discussion regarding proposed amendments to the Individual Deferred Paid-Up Non-Variable Annuity Standards. The Compact Office provided background on the amendments made in 2017. PSC members were concerned about the references to “expected to pay dividends” and “not expected to pay dividends” and suggested using “participating” and “nonparticipating”. The Compact Office will prepare a draft with the suggested changes for discussion. Andria Seip said the PSC will review the suggested changes on its next call and discuss questions for a public call.

Agenda item 3. Review draft to amend the Uniform Standard regarding the proportion of Accidental Death Benefit in Relation to All Cause Death Benefit for Individual Life Insurance Forms Submitted to the Interstate Insurance Product Regulation Commission and finalize.

The PSC asked the Compact Office to contact ACLI regarding its October 1, 2025, comment letter as it did not address the ratio that is the subject of the amendment. The ACLI provided a response on November 17, 2025. Andria Seip commented that ACLI’s written response was not responsive and repeated the points in its October 1, 2025, letter. Several PSC members expressed concern that the ACLI proposal was an attempt to file a product that was an accidental death product with minimal or no life insurance benefit. Andria Seip asked committee members if they objected to the implementation of the 3 to 1 ratio as drafted by the Compact Office. There were no objections. There was discussion about clarifying that the ratio is not applied during the graded period for graded death benefit policies. Andria Seip asked the Compact Office to consider additional language or a drafting note to address the concerns raised by ACLI regarding graded death benefits.

Agenda item 4. Any Other Matters

The next PSC meeting will be a regulator-only call on December 2, 2025.