

SUGGESTIONS FOR ADDITIONAL LIFE UNIFORM STANDARDS/PROVISIONS					
Items Remaining from the 2018 List					
<u>Item No.</u>	<u>Description of Product</u>	<u>Source</u>	<u>New or Amend Standard</u>	<u>Priority (High, Medium, Low)</u>	<u>Compact Office Comments</u>
5	Allowing option to select installment payments only option for death benefit proceeds	Pacific Life, Nationwide and ACLI	AMEND -- Amend or clarify following sentence in general provision -- "Policy Providing for Payment of Proceeds in Installments" in Individual Life Insurance Policies that states "Death benefit shall always be available in a lump sum and installments are optional."	High	The Compact Office takes a strict interpretation that the lump-sum death benefit must always be available. We have issued objections to several policy forms and as a result of responses to pre-filing communications, companies may have filed directly with states rather than the Compact. Companies indicate Compacting States allow installment death benefit riders and some owners seek that option. Prioritizing this item is for the PSC to discuss the pros and cons of amending the provision.
6	Guaranteed Minimum Income Benefit -- provides minimum amount of income distribution from a policy when specific conditions are met	Pacific Life, Nationwide and Pennsylvania DOI	NEW -- Additional Standards for Guaranteed Living Benefits for Variable and Non-Variable Adjustable Life Insurance Policies	Medium	Suggest referencing current uniform standards for GLB for Annuities
7	Continuation of Premium - upon certain triggers including total disability and first death in second-to-die policy, the ability to credit some or all of the stipulated premium up to a specified age or event	ACLI	NEW -- Additional Standards for Continuation of Premium Benefits for Individual Life Insurance Policies or potentially amend the Waiver of Monthly Deductions Standard	Medium	The Waiver of Monthly Deductions, doesn't allow for the continuation of crediting the policy premium for total disability or for first death under the policy. The change in the standards would waive the policy charges (COIs, administration charges and rider charges) and credit the stipulated premium to the policy as long as total disability continues, up to a specified age. The other change would be that if the first insured dies, the stipulated premium will be credited to the policy for the period designated by the owner, with a specified maximum period and age. Waiver for total disability is approved in all states and the benefit following the death of the first insured has not yet been filed in the states. The Compact Office would consider this a low to medium priority; however if the Waiver of Monthly Deductions Standard was open to consider Item #3, the PSC should also consider this request at the same time.

<u>Item No.</u>	<u>Description of Product</u>	<u>Source</u>	<u>New or Amend Standard</u>	<u>Priority (High, Medium, Low)</u>	<u>Compact Office Comments</u>
9	Premium Deposit Fund Riders	Pennsylvania DOI	NEW -- Additional Standards for Premium Deposit Fund for Individual Life Insurance Policies	Medium	The Compact Office has received several requests to review this type of form. Industry representatives have generally questioned whether the majority of Compacting States require this form to be filed for prior review and approval. Prioritizing this request adds a discussion of this issue to the work plan; it does not mean the PSC agrees to pursue drafting this standard.
10	Short-Term Care Benefit Rider Standards	Nationwide	NEW -- Additional Standards for Short-Term Care Benefits for Life Insurance Policies	Low	Company commenter notes that these are being filed with the states because the Compact does not have standards. The NAIC has a Short Duration Long Term Care Policies (B) Subgroup currently working on a Model. It may be beneficial to wait for their work product before considering.
11	Index-Linked Death Benefits for Whole Life Insurance Policies -- performance of a whole life insurance policy to have indexed account credits and/or indexed paid-up additions	Pacific Life and Pennsylvania DOI	NEW -- Additional Standards for Index-Linked Crediting Features for Whole Life Insurance Policies	Low	Suggest referencing Additional Standards for Indexed-Linked Crediting Features for Deferred Non-Variable Annuities

SUGGESTIONS FOR ADDITIONAL ANNUITY UNIFORM STANDARDS/PROVISIONS
Items Remaining from the 2018 List

<u>Item No.</u>	<u>Description of Product</u>	<u>Source</u>	<u>New or Amend Standard</u>	<u>Priority (High, Medium, Low)</u>	<u>Compact Office Comments</u>
4	Flexible Payout Options for Individual Deferred Income Annuities (Longevity Annuities) -- permitting longvity credits, equity-driven returns and flexible payout options within this	Pennsylvania DOI and ACLI	AMEND -- Individual Deferred Paid-Up Non-Variable Annuity Contract Standards	Low	This Uniform Standard was amended during five-year review in 2017 to add stipulated period certain and the option of a commuted value. Additional options were not suggested at that time.
5	First-to-Die Annuitization for Individual Deferred Income Annuities (Longevity Annuities) -- permitting payment to being on the first death of a joint owner	ACLI	AMEND -- Individual Deferred Paid-Up Non-Variable Annuity Contract Standards	Low	This Uniform Standard was amended during five-year review in 2017 to add stipulated period certain and the option of a commuted value. Additional options were not suggested at that time.
6	Accelerated Death Benefit for Variable and Non-Variable Annuities	Nationwide and ACLI	NEW - Reference Accelerated Death Benefits for Individual Life Insurance Policies AND/OR AMEND Additional Standards for Incidental Guaranteed Minimum Death Benefits for Individual Deferred Non-Variable Annuities	Medium	Under five-year review, the Guaranteed Living Benefits Standards were amended to add qualifying event triggers but was not considered (or requested) for GMDB. He Compact Office has heard from states that this product is being filed directly since the Compact does not have standards. The question has come up regarding the need for this product. Is the death benefit higher than the account value? Restrictions were added to the Guaranteed Minimum Death Benefit standards to limit the death benefit, and accelerated death benefit or life products are othen less than the full death benefit. Since the account value can generally be accessed, what is the purpose of this product?