

## **Agenda Item 2. Discuss remaining referred Model Regulation/Bulletin Changes**

Pete Weber, Ohio, Chair of the Actuarial Working Group (AWG), asked Alice Fontaine, IIPRC to provide an overview of each of the remaining referred Model Regulation/Bulletin Changes in the IIPRC Office Report and Recommendation to the Product Standards Committee for the Uniform Standards currently subject to 5-Year Review (Phase 6 Long-Term Care Insurance).

- (a) **#5 Actuarial Memorandum Requirements for Rate Schedule Increase Filings.** The members had no questions or comments regarding the IIPRC staff recommendation to add requirements in the actuarial memorandum provisions for a demonstration that the actual and projected costs exceed anticipated costs and that the composite margin is projected to be exhausted, to be consistent with the relevant amendments to the NAIC Long-Term Care Model Regulation.
- (b) **#6 Rate Schedule Increases – Requirements for Portion of Business to Which the Increase Applies.** The members had no questions or comments regarding the IIPRC staff recommendation to revise §4.C.(3) and (4) of the Long-term Care Insurance Rate Filing Uniform Standards as proposed by the IAC to be consistent with the revisions to Section 27 of the NAIC Long-Term Care Model Regulation.
- (c) **#8 Actuarial Certification Requirements - Composite Margins and Reserves.** It was noted that the IIPRC staff recommendation expanded upon the request from the IAC which only included revisions to the provisions regarding composite margins, to also add reserve requirements to be consistent with the revisions to Section 10B(2)(d) and (f) of the NAIC Long-Term Care Model Regulation. The AWG had no further questions or comments about the recommendation.
- (d) **#9 Actuarial Memorandum Requirements.** The working group members had no questions or comments regarding the IIPRC staff recommendation to revise §2.B.(3)(c) and a new (d) of the Long-term Care Insurance Rate Filing Uniform Standards to be consistent with the revisions to Section 10.B(3)(c) and (d) of the NAIC Long-Term Care Model Regulation. IIPRC staff noted that reference to § 2.B.(2)(d) in the new (d) should be § 2.B.(1)(d), and that the correction would be made within the final recommendations.

Mr. Weber proposed that the members conduct a final review to be sure they are in agreement that these are the final recommendations to the Product Standards Committee (PSC). The AWG will confirm the final recommendations on their next call.

## **Agenda Item 3. Any other matters**

IIPRC staff noted that the PSC heard a presentation from the Kentucky Department of Insurance and its actuarial consultants requesting consideration of eliminating the exemption from the Long-term Care Insurance Rate Filing Uniform Standards for dollar-for-dollar benefits. Kentucky worked with the ACLI to draft separate standards for these products; however IIPRC staff suggest that it would be less confusing to incorporate a new provision into the existing standards. Staff is drafting a proposal that they will share with the AWG to discuss on the next

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call, so the AWG can provide input for the PSC's consideration. The next AWG meeting will be July 12, 2016.

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