

The Life Actuarial (A) Task Force is accepting comments by September 9, 2025 on the AG 55 template slides from the August national meeting materials, along with comments on how the exposed templates may be modified to incorporate (1) broader documentation of the prudence reflected in assumptions, reflecting implicit margins, explicit margins and/or sensitivity-based risk analysis and (2) an optional inclusion of targeted capital pre- and post- reinsurance.

Update on Actuarial Guideline 55 (Reinsurance AAT)

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AG 55 Status

- A Committee adoption on July 14
- Executive / plenary consideration on August 13
- Template development – Strawman to be presented here
 - Section 9.C. of AG 55 – expected reporting:

C. The following sample template worksheets adopted by the Life Actuarial (A) Task Force (LATF) are available on the LATF web page (https://content.naic.org/cmte_a_latf.htm) under the “Documents” tab: *{To be discussed following the adoption of the base Guideline}*

AG 55 Templates - Company Information

- Same as for AG 53

Company Information

Company Name	
NAIC Company Code	
Valuation Year	

Name of Individual Submitting	
Company Title	
Email Address	
Phone number	

AG 55 Templates - Counterparty Information

Counterparty Agreements

Add more columns for counterparties as needed

Information Field	Counterparty 1
Counterparty Name	
NAIC Company Code	
Description of Counterparty	
Explain whether this counterparty falls under Section 5.H.i. (a), (b), and/or (c)	
Governing Jurisdiction of Counterparty	
Total # of Agreements and type (coins, FWH, modco)	
Description of Collateral to Support Agreement/s	
If trust, provide a description of conditions in which the funds become available to cedent	
Total Size of Agreements (\$ millions)	
Reserve Credit	
Trust Amount	
Modco Account Amount	
Funds Withheld Account Amount	
Inforce Types of Business Covered by Agreement ¹	

AG 55 Templates - Risk Information

- Necessary in template format if completing cash-flow testing (CFT)?
- Necessary in template format if exempted from CFT?

AG 55 Templates - Counterparty Portfolio and Assumptions

- Do we expect a level of reporting similar to AG 53 asset summary & yield tabs?
 - Asset type
 - Assets with projected high net yields
 - Affiliated amounts
 - Reinvestment strategy by asset type
 - Gross and assumed net yields by asset type
 - Including defaults and investment expenses

AG 55 Templates - Cash-Flow Testing Results

- Present value of ending surplus
 - For NY 7, where applicable

Cash Flow Testing Results

Present Value of Ending Surplus - Market Value (\$M) (Baseline)

Scenario	Product 1
NY 1	
NY 2	
NY 3	
NY 4	
NY 5	
NY 6	
NY 7	

AG 55 Templates - Attribution Analysis of Any Reserve Decrease

Attribution Analysis - Difference between Pre-reinsurance reserve and Post-Reinsurance Reserve

Product

Key Driver(s)	
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Pre-reinsurance Reserve (US stat CARVM/CRVM)		\$	100	Explanation of Change
		Approximate percentage change:		
Company decomposition of reserve	1	AG33 worst path vs. common path (as applicable)		
	2	Policyholder Behavior Assumptions		
	3	Mortality Assumptions		
	4	Other Liability Assumptions		
	5	Discount Rates		
	6	Market Value/Book Value difference due to change in interest rates		
	7	Removal of Cash Surrender Value Floor		
	8	Investment Guardrail		
	9	Moderately adverse to less adersion (or best estimate) conversion		
	10	Scenario versus Deterministic		
	11	Other		
Post-reinsurance Reserve (defined in Section 3.H. of AG 55)		\$	60	

Notes	
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AG 55 Templates - Margins in Assumptions

Margins / Provisions for Adverse Deviation for Cash Flow Testing

Assumption	Description
<i>Applicable to All Products</i>	
Mortality	
Lapse	
Expense	
Investment Returns	
<i>Only Applicable for Flexible-Premium Products with Recurring Premium</i>	
Premium Persistency	
<i>Only Applicable to Annuities with Guaranteed Living Benefits</i>	
Partial Withdrawals	
Utilization	

AG 55 - Other issues

- April 1 filing date
- Planning on same process as for AG 53 filings
 - Submit through Minnesota Department to ensure VM-30 confidentiality
 - Minnesota will provide to NAIC Valuation Analysis Working Group (VAWG)
 - VAWG will perform reviews as mentioned in Section 9 of the Guideline
- Any other questions?