

# Variable Annuity Capital and Reserve (E/A) Subgroup Report

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# VM-21 Standard Projection Amount (SPA) Assumptions

- Require monitor and update
- VA Framework Recommendation 14:
  - Refresh prescribed actuarial assumptions to align with experience
- VM-21 section 6.C.2:
  - *Guidance Note: The framework adopted by the Variable Annuities Issues (E) Working Group includes the review and possible update of these assumptions every three to five years.*

# SPA Assumptions to be Considered for Update

- Mortality
  - Based on SOA Report
- Expense
  - To Reflect Historic Inflation
- Policy Holder Behavior
  - Based on LATF Survey

## Next Steps

- VACR SG will schedule a meeting in late March or early April
- Develop and Expose an APF
- Goal is Implementation for the 2025 VM