MEMORANDUM

TO: Commissioners, Directors, Superintendents, and Interested Parties

FROM: Jennifer Neuerburg, Legal Counsel

DATE: January 5, 2022

RE: Action on Model Laws, Guidelines, and White Papers at the 2021 Fall National Meeting

This memorandum describes NAIC action on model laws, guidelines, and white papers at the 2021 Fall National Meeting. For further information, including current drafts and staff support contacts for each item, please consult the NAIC web site (www.naic.org), Committees page.

I. Actions by Executive (EX) Committee and Plenary

A. Model Laws and Regulations Considered by the Executive (EX) Committee and Plenary

The Executive (EX) Committee and Plenary did not adopt any model laws or regulations at the 2021 Fall National Meeting.

B. Guidelines Adopted by the Executive (EX) Committee and Plenary

The Executive (EX) Committee and Plenary did not adopt any guidelines at the 2021 Fall National Meeting.

C. Actuarial Guidelines Adopted by the Executive (EX) Committee and Plenary

Amendments to Actuarial Guideline XXV—Calculation of Minimum Reserves and Minimum Nonforfeiture Values for Policies with Guaranteed Increasing Death Benefits Based on an Index (AG 25)

The Executive (EX) Committee and Plenary adopted amendments to Actuarial Guideline XXV—Calculation of Minimum Reserves and Minimum Nonforfeiture Values for Policies with Guaranteed Increasing Death Benefits Based on an Index (AG 25). The amendments pertain to specific types of life insurance products which include pre-need funeral policies and other small dollar policies with guaranteed increasing death benefits tied to a cost-of-living index. The revisions include the removal of the fixed 4% nonforfeiture interest rate floor to align AG 25 with the Valuation Manual. The Life Insurance and Annuities (A) Committee adopted the amendments on December 15, 2021.
D. **Bulletins/Consumer Alerts Adopted by Executive (EX) Committee and Plenary**

The Executive (EX) Committee and Plenary did not adopt any bulletins or consumer alerts at the 2021 Fall National Meeting.

E. **White Papers Adopted by Executive (EX) Committee and Plenary**

The Executive (EX) Committee and Plenary did not adopt any white papers at the 2021 Fall National Meeting.

II. **Actions by Executive (EX) Committee**

A. **Model Law and Regulation Requests Approved for Development by the Executive (EX) Committee**

The Executive (EX) Committee did not approve any requests for development of model laws or regulations at the 2021 Fall National Meeting.

III. **Actions by Other Committees, Task Forces and Working Groups**

A. **Life Insurance and Annuities (A) Committee**

**Amendments to *Life Insurance Disclosure Model Regulation (#580)***

The Life Insurance and Annuities (A) Committee did not adopt amendments to the *Life Insurance Disclosure Model Regulation (#580)*. The Life Insurance Illustration Issues (A) Working Group disbanded, and its chair report was adopted as the Working Group’s final work product. The chair report will be part of the official record, making the revisions the Working Group developed to date, including a policy overview document to improve the understandability of the life insurance policy and narrative summaries required by Section 5A(2) of Model #580, available for individual states to consider when exploring the possibility of enacting a summary disclosure requirement. The Executive (EX) Committee approved the request for model law development to amend the model at the 2017 Summer National Meeting.

B. **Health Insurance and Managed Care (B) Committee**

The Health Insurance and Managed Care (B) Committee did not take action on any model laws at the 2021 Fall National Meeting.
D. Property and Casualty Insurance (C) Committee

New: Pet Insurance Model Law

The Property and Casualty Insurance (C) Committee adopted the new Pet Insurance Model Act on November 10, 2021. However, due to the need for additional discussion, the Executive (EX) Committee and Plenary did not vote on the model at the 2021 Fall National Meeting. The Property and Casualty Insurance (C) Committee hopes to finalize the model by the 2022 Spring National Meeting. The Executive (EX) Committee approved the model law development request for this model at the 2019 Summer National Meeting.

E. Market Regulation and Consumer Affairs (D) Committee

The Market Regulation and Consumer Affairs (D) Committee did not take action on any model laws at the 2021 Fall National Meeting.

F. Financial Condition (E) Committee

The Financial Condition (E) Committee did not take action on any model laws at the 2021 Fall National Meeting.