Meeting Summary Report

The Life Actuarial (A) Task Force met Dec. 5–6, 2019. During these meetings, the Task Force:

1. Adopted its Oct. 17, Oct. 3, Sept. 26, Sept. 19 and Sept. 12 minutes, which included the following action:
   a. Adopted its Summer National Meeting minutes.
   b. Adopted its 2020 proposed charges.
   c. Adopted the 2020 Generally Recognized Expense Tables.
   d. Provided direction to the IUL Illustration (A) Subgroup on revising *Actuarial Guideline XLIX—The Application of the Life Illustrations Model Regulation to Policies with Index-Based Interest* (AG 49).
   e. Adopted the American Academy of Actuaries (Academy) Life Experience Committee and the Society of Actuaries (SOA) Preferred Mortality Oversight Group Valuation Basic Table Team [Joint Committee] Individual Life Insurance Mortality Improvement Scale Recommendation—for Use with AG 38 and VM-20.
   f. Heard updates on the YRT Field Test from the Academy YRT Field Test Project Oversight Work Group.

2. Heard an update on the YRT field test from the Academy YRT Field Test Project Oversight Work Group.


4. Heard an update from the Academy SVL Interest Rate Modernization Work Group on a plan to develop valuation rates for products which pass exclusion tests under the ARWG Principle-Based Reserve (PBR) framework for non-variable annuities.

5. Adopted the report of the VM-22 (A) Subgroup.

6. Discussed considerations for changes to the Joint Committee process for developing life mortality improvement factors for use with AG 38 and VM-20.

7. Exposed amendment proposal 2019-33, which applies as appropriate PBR requirements for group insurance contracts with individual risk selection issued under insurance certificates.


9. Exposed amendment proposal 2019-60, which revises the applicability of credibility methods to a company’s business subject to VM-20.

10. Exposed amendment proposal 2019-61, which clarifies that policies with a rider s for universal life with secondary guarantee (ULSG) are excluded from the Life PBR Exemption when the secondary guarantee is material.

11. Heard an update from the SOA on research and education.


13. Recommended the formation of a guaranteed issue (GI) valuation subgroup to the Life Insurance and Annuities (A) Committee.

15. Heard an update on the request for proposal for the Economic Scenario Generator (ESG).

16. Heard an update on the cessation of the London Interbank Offered Rate (LIBOR) and its possible replacement.


18. Discussed PBR Mortality Aggregation.


20. Adopted the minutes of the IUL Illustration (A) Subgroup, and the subgroup report, which included directing the IUL Illustration (A) Subgroup to revise AG 49 to subject cap buy-ups and index return enhancements to constraints reasonably similar to the constraints to be applied to multipliers.

21. Discussed the Valuation Basic Table (VBT) and Expiring Experience, and Comments Received on APF 2019-56.

22. Adopted the report of the Experience Reporting (A) Subgroup.