

***SOUTHEASTERN ACTUARIES  
CONFERENCE MEETING  
MIAMI BEACH, FLORIDA***



***JUNE 14, 2006***

Presented by:  
John MacBain, FSA, MAAA  
Actuarial Resources Corporation

***Interstate Insurance Product  
Regulation Compact (“Compact”)***

- Part of NAIC Speed-to-Market initiative
- Outgrowth of CARFRA efforts
- States joining Compact cede life/annuity/  
DI/LTC product filing/approval oversight to  
the Compact



## ***Interstate Insurance Product Regulation Compact (“Compact”)***

- Compact established when 2 states adopt compact model act (#692)
- Becomes operational when 26 states join or states with 40% of life/annuity/DI/LTC premium



## ***Interstate Insurance Product Regulation Compact (“Compact”)***

- 27 states have joined (30% of premium volume) as of May 23, 2006
- Compact is now operational
- States adopting Compact Model (27)  
AK, CO, GA, HI, ID, IN, IA, KS, KY, ME, MD,  
MN, NE, NH, NC, OH, OK, PA, PR, RI, TX, UT,  
VT, VA, WA, WV, WY

## ***Interstate Insurance Product Regulation Compact (“Compact”)***

- First open public meeting: 6/13/06 in Washington, DC at National Press Club
- Product Standards Working Group (WG) has been developing standards
- WG objective is a set of uniform product standards acceptable to the Compact
- WG has developed uniform standards for over 40 life, deferred annuity, individual DI/LTC products

### ***A. Individual Life Insurance Standards***

1. Term Life Policy
2. Single Premium Term Life Policy
3. Joint Last to Die Survivorship Term Life Policy
4. Single Premium Joint Last to Die Survivorship Term Life Policy
5. Whole Life Policy
6. Single Premium Whole Life Policy
7. Joint Last to Die Survivorship Whole Life Policy
8. Single Premium Joint Last to Die Survivorship Whole Life Policy
9. Endowment Policy
10. Single Premium Endowment Policy
11. Joint Last to Die Survivorship Endowment Policy
12. Single Premium Joint Last to Die Survivorship Endowment Policy
13. Current Assumption Life Insurance Policy
14. Flexible Premium Adjustable Life Policy
15. Joint Last to Die Survivorship Flexible Premium Adjustable Life Policy
16. Flexible Premium Variable Adjustable Life Policy
17. Modified Single Premium Variable Life Policy
18. Joint Last to Die Survivorship Flexible Premium Variable Adjustable Life Policy
19. Modified Single Premium Adjustable Life Policy

### ***B. Individual Annuity Standards***

1. Flexible Premium Deferred Variable Annuity Contract (with Separate and General Accounts)
2. Fixed Premium Deferred Variable Annuity Contract (with Separate and General Accounts)
3. Single Premium Deferred Variable Annuity Contract (with Separate and General Accounts)
4. Modified Single Premium Deferred Variable Annuity Contract (with Separate and General Accounts)
5. Limited Payment Period Flexible Premium Deferred Variable Annuity Contract (with Separate and General Accounts)
6. Flexible Premium Deferred Variable Annuity with Separate Accounts only Contract
7. Fixed Premium Deferred Variable Annuity with Separate Accounts only Contract
8. Single Premium Deferred Variable Annuity with Separate Accounts only Contract Individual Modified
9. Single Premium Deferred Variable Annuity with Separate Accounts only Contract
10. Limited Payment Period Flexible Premium Deferred Variable Annuity with Separate Accounts only Contract
11. Flexible Premium Deferred Non-Variable Annuity Contract
12. Fixed Premium Deferred Non-Variable Annuity Contract
13. Single Premium Deferred Non-Variable Annuity Contract
14. Modified Single Premium Deferred Non-Variable Annuity Contract
15. Limited Payment Period Flexible Premium Deferred Non-Variable Annuity Contract
16. Single Premium Immediate Variable Annuity Contract (with Separate Accounts Only)
17. Single Premium Immediate Variable Annuity Contract (with Separate and General Accounts)
18. Single Premium Immediate Non-variable Annuity Contract

## ***Interstate Insurance Product Regulation Compact (“Compact”)***

- Now working on applications, riders, and initial rate filing requirements for individual DI and LTC
- Interstate Compact Implementation TF has also been active
- Developed Compact by-laws, electronic portal requirements for filings (SERFF), and operational efficiencies



## *Interstate Insurance Product Regulation Compact (“Compact”)*

- Standards for individual DI initial rate filings have been adopted by WG
- Renewal rate filing standards for individual DI being promulgated.
- Only initial rate filing standards for individual LTC are Compact perview



## *Interstate Insurance Product Regulation Compact (“Compact”)*

Info at **[www.naic.org](http://www.naic.org)** click on Interstate Insurance Compact on right for more info and standards adopted to date