



AMERICAN ACADEMY *of* ACTUARIES

American Academy of Actuaries¹ Long-Term Care Principle-Based Work Group's Progress Report to NAIC Accident and Health Working Group August 27, 2008

The Long-Term Care Principle-Based Work Group is continuing work on a stochastic model for long-term care insurance. An initial prototype of the model has been developed and is currently being reviewed by several members of the work group. The work group has also initiated a dialogue with the Society of Actuaries' Long-Term Care Valuation Group regarding morbidity assumption data. The industry-based information developed by the Society's group will be useful for long-term care principle-based tasks. No specific timetable has been identified for the delivery of a final report, but the work group would ask to make a presentation to the Accident and Health Working Group on further progress at the Winter NAIC Meeting.

If there are any questions regarding this report, please contact Dianna Pell, State Health Policy Analyst, at (202) 785-6924 or pell@actuary.org.

¹ The American Academy of Actuaries is a professional association with over 16,000 members, whose mission is to assist public policymakers by providing leadership, objective expertise, and actuarial advice on risk and financial security issues. The Academy also sets qualification, practice, and professionalism standards for actuaries in the United States.