

# LIFE PRACTICE COUNCIL UPDATE

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VICE PRESIDENT



AMERICAN ACADEMY *of* ACTUARIES

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December 3, 2020, Virtual LATF Meeting

# Agenda

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- Recent Activities
- 2021 Priorities



# Recent Activities

- Proposed preliminary [VM-22 Framework](#)
- Published a [white paper](#) on the Tax Cuts and Jobs Act (TCJA)
- Submitted a [comment letter](#) to Department of Labor (DOL) on the interim final rule to implement the Setting Every Community Up for Retirement Enhancement (SECURE) Act
- Published six Principle-Based Reserving (PBR) [analysis templates](#)
  - See Academy PBR webpage for more PBR-related material:  
<https://www.actuary.org/content/pbr-practice>
- Conducted Asset Adequacy Testing (AAT) survey and analysis



# Recent Activities

- Virtual PBR Boot Camp (Sept 14-17)
  - ▣ Covered VM-20 and VM-21 topics
  - ▣ 150 attendees
  - ▣ Special thank you to the following faculty members: Rhonda Ahrens, Pat Allison, Mike Boerner, Rachel Hemphill, Bruce Sartain, and Vincent Tsang



# Recent Activities

- Virtual Annual Meeting and Public Policy Forum (Nov 5-6)
  - ▣ General sessions
    - NAIC President-Elect David Altmaier
    - Anand Parekh, M.D., the Bipartisan Policy Center's chief medical advisor
    - Michael Beschloss, Presidential Historian and Bestselling Author
    - Charlie Cook, Editor and Publisher of The Cook Political Report
    - Sheila Bair, Former Chairman, Federal Deposit Insurance Corporation
  - ▣ LPC Breakout Sessions
    - Perspectives on the SECURE Act
    - Regulation Best Interest/Annuity Suitability
    - Impact of COVID-19 on the Life Industry



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# 2021 Priorities

- Webinar: Year-in-review (January 2021)
- 2021 Life & Health Valuation Law Manual
- Webinars on Long Duration Targeted Improvements and Disclosures for GAAP (2021)
- PBR Boot Camps (planned)
  - June 2021: Virtual Seminar for PBR “First Timers”
  - Q3 2021: Findings from 2020 Report Reviews



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# 2021 Priorities (cont.)

- Support Economic Scenario Generator transition
- Coordinate VM-22 and C-3 field study for non-variable annuities
- Recommend C-2 mortality factors
- Implement C-1 bond factors, C-1 real estate factors, and C-2 longevity factors
- Publish VM-21 Practice Note Addendum



# 2021 Priorities (cont.)

- Provide commentary on mortality improvement discussions
- Support YRT reinsurance approach for VM-20
- Propose VM-51 data elements
- Publish Life Illustrations Practice Note Addendum
- Publish FAQs on changes to tax reserve calculations and reporting under TCJA





# 2021 Priorities (cont.)

- Promote diversity and inclusion in the actuarial profession and the broader insurance industry.
- Data Analytics Issue Paper



# Thank You

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## Questions?

