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#### Long-Term Care (LTC) Terminations Work Group Update to NAIC LTC Actuarial Working Group

March 27, 2015

## Warren Jones, MAAA, FSA, FCA Chairperson, LTC Terminations Work Group

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## Status

Mortality update given August 15, 2014

- Provided actual-to-expected analysis of 1994 GAM and 2012 IAM Basic Table
- Data limited to top 9 companies by exposure for 1993 2006 to address data quality
- Conclusion that 2012 IAM is a better fit than 1994 GAM



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# Status (cont.)

#### Progress

- Identified data issue in lapses
- SOA provided new data sets excluding data error
- Work group analyzed lapses from total terminations minus deaths implied from 2012 IAM Basis Table
- Last work group call held March 20



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# Status (cont.)

### Next Steps

- Complete review of lapses as total terminations minus deaths implied from 2012 IAM Basis Table
- Provide update at August NAIC meeting
- Draft Report
- Distribute Report by end of 2015



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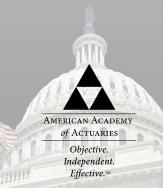


August 2014 Presentation

http://actuary.org/files/LTC\_Terminations\_Presentation\_ NAIC\_LTCAWG\_August\_15\_0.pdf

2012 IAM Basic Table

http://www.actuary.org/pdf/naic/Payout\_Annuity\_Report \_092811.pdf



## **Staff Contact Information**

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