

## NOTICE: 2001 CSO Mortality Table - Minimum Nonforfeiture Standard

Pursuant to Chapter 84d of Title 31, Pennsylvania Code, the 2001 CSO Mortality Table shall be used as the minimum nonforfeiture standard and the minimum valuation standard for policies issued on and after January 1, 2009. In order to ensure an orderly transition to the new standard, the Department will not review any new submissions after January 1, 2008 that do not use the 2001 CSO Mortality Table as the minimum nonforfeiture standard. In addition, the Department will not approve any resubmissions of pending filings after March 31, 2008 if such resubmissions do not use the 2001 CSO Mortality Table as the minimum nonforfeiture standard. The only time that the Department will approve a filing including the 1980 CSO Mortality Table after January 1, 2008 for new submissions and after March 31, 2008 for resubmission of pending filings is if insurers simultaneously submit parallel versions of filings where one form utilizes the 1980 CSO Mortality Table and an otherwise identical form utilizes the 2001 CSO Mortality Table. However, any filing approved utilizing the 1980 CSO Mortality Table during this transition period cannot be offered for sale after January 1, 2009. Also, please be advised that when parallel forms are submitted, a complete actuarial review will be required for both filings and additional time for review might be required.

In addition, please note that under the 2001 CSO Mortality Table standard, there will be a distinction between Whole Life policies and Endowment at age 100 policies. Please ensure that new forms (whether subject to prior approval or deregulated) are clear in this regard.

In cases where revisions to a previously approved form are limited to those necessary to ensure compliance with the new mortality standard, the review will proceed more efficiently if a copy of the form bearing the Department's approval is provided together with a certification attesting to the fact that only mortality table references have been changed in the body of the form. It will also be beneficial if the schedule page format remains unchanged (revised data only), and a copy of all actuarial documentation that accompanied the previously approved form is provided in addition to revised actuarial documentation.

If you have any questions regarding this notice, please contact Brad Harker at 717-787-4192.