

DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

INSURANCE BUREAU

MORTALITY TABLE FOR INDIVIDUAL ANNUITY VALUATION

(By authority conferred on the commissioner of insurance by sections 210 and 835 of Act No. 218 of the Public Acts of 1956, as amended, being SS500.210 and 500.835 of the Michigan Compiled Laws)

R 500.1241 Individual annuity and pure endowment contract valuation; "1983 table a" defined; adoption by reference; implementation.

Rule 1. (1) For the purposes of section 835(1)(b) and (c) of Act No. 218 of the Public Acts of 1956, as amended, being S500.835(1)(b) and (c) of the Michigan Compiled Laws, the 1983 table a shall be used to determine the minimum standard of valuation for individual annuity and pure endowment contracts issued on or after the date an insurer implements this rule.

(2) An insurer shall notify the commissioner of insurance of the date upon which it will implement this rule. The date shall be not earlier than the effective date of this rule and not later than January 1, 1986.

(3) As used in this rule, "1983 table a" means that mortality table developed by the society of actuaries committee to recommend a new mortality basis for individual annuity valuation and adopted as a recognized mortality table for annuities in June 1982 by the national association of insurance commissioners. 1983 table a is adopted in this rule by reference. A copy of the table may be obtained free of charge from the Michigan Insurance Bureau, P.O. Box 30220, Lansing, Michigan 48909, or from the National Association of Insurance Commissioners, 1125 Grand Avenue, Kansas City, Missouri 64106, at a cost of 20 cents.

History: 1984 AACCS.