

DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

INSURANCE BUREAU

MORTALITY TABLE FOR GROUP 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 500.1291 Group annuity and pure endowment contract valuation; "1983 group annuity mortality table" defined; adoption by reference; implementation.

Rule 1. (1) For the purposes of section 835(1)(e) of Act No. 218 of the Public Acts of 1956, as amended, being S500.835(1)(e) of the Michigan Compiled Laws, the 1983 group annuity mortality table shall be used to determine the minimum standard of valuation for all annuities and pure endowments purchased under group annuity and pure endowment contracts 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 group annuity mortality table" means that mortality table developed by the society of actuaries committee on annuities and adopted as a recognized mortality table for annuities in December 1983 by the national association of insurance commissioners. The table is adopted by reference in these rules. A copy of the table may be obtained free of charge from the Michigan Insurance Bureau, P.O. Box 30220, Lansing, Michigan 48909, or at a cost of 20 cents per page from the National Association of Insurance Commissioners, 1125 Grand Avenue, Kansas City, Missouri 64106.

History: 1984 AACs.