

ACTUARIAL STANDARDS BOARD QUARTERLY REPORT FOR Q2 2013

ASB Approves Exposure Draft on Modeling

The ASB approved the exposure draft, *Modeling*. The proposed ASOP applies to actuaries selecting, designing, building, modifying, developing, or using models when performing professional services, and applies to all forms of models in all practice areas. The comment deadline for the *Modeling* exposure draft is September 30, 2013.

ASB Approves Second Exposure Draft of a Revision of ASOP No. 25

The ASB approved a second exposure draft of a revision of ASOP No. 25, *Credibility Procedures*. The first exposure draft was issued in September 2012 with a comment deadline of December 31, 2012. Twenty comment letters were received and the Credibility Task Force expanded language in several sections in response, including clarifying the scope as well as the purpose and use of credibility procedures, which resulted in the draft being approved as a second exposure draft and sent out again for further comment. The comment deadline for the second exposure draft is September 30, 2013.

ASB Approves Exposure Draft on Rate Filing; Revision of ASOP No. 8

The ASB also recently approved an exposure draft of a revision of ASOP No. 8, now titled, *Regulatory Filings for Health Benefits, Health Insurance, and Entities Providing Health Benefits*. The proposed ASOP provides guidance to actuaries when performing professional services with respect to preparing or reviewing required regulatory filings related to rates or financial projections for health plan entities and health benefit plans provided by health plan entities. The comment deadline for the exposure draft is October 15, 2013.

ASB Approves Principle-Based Reserves Exposure Draft

The ASB also approved the exposure draft, *Principle-Based Reserves for Life Products*. The proposed standard applies to actuaries when performing professional services on behalf of life insurers, including fraternal benefit societies, in connection with the calculation or review of reserves for individual life insurance policies, where such reserves are represented as being in compliance with the provisions of the *Standard Valuation Law* and the *Valuation Manual* governing principle-based reserves. The comment deadline for the exposure draft is December 16, 2013.

ASB to Meet September 19-20 in Washington

The next regularly scheduled meeting of the ASB will be held September 19-20, 2013, at the Academy offices in Washington, D.C.