

**Long Term Care Insurance Rate Request Summary
Part 2 –To Be Completed By Bureau of Insurance**

Company Name and NAIC Number: American General Life Insurance Company - 60488

SERFF Tracking Number: LTCCG-129225734

Disposition: Approval

Approval Date: 11/06/2015

Revised Rates

Average Annual Premium Per Member:	\$4781
Average Requested Percentage Rate Change Per Member:	25%
Minimum Requested Percentage Rate Change Per Member:	25%
Maximum Requested Percentage Rate Change Per Member:	25%
Number of Policy Holders Affected:	108

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Summary of the Bureau of Insurance's review of the rate request:

The Company submitted a rate increase request of 25% due to the actual experience for these policies being worse than expected. The mortality and lapse rates are lower than expected, resulting in more individuals keeping their policies in force than initially anticipated or included in the pricing. As a result of the higher risk for future claim payments coupled with the average claims being higher than priced, a rate increase was requested. Since all of the policies were issued prior to the effective date of the rate stabilization requirements (10/1/2003), we have reviewed this filing pursuant to the requirements of 14VAC5-200-150 and 14VAC5-130-70. This increase would apply to the 108 policies in force in Virginia as of 12/20/2013. The company provided its assumptions, historical experience and future projections of claims and premium both on a nationwide and Virginia-only basis. With a lifetime loss ratio of 104.8% and an anticipated future lifetime loss ratio with active life reserve of 166.7%, all applicable loss ratios exceed the statutory minimum of 60%. We have reviewed the data for consistency and reasonableness and where data was found inconsistent or unreasonable, clarification was requested. We have utilized generally accepted actuarial methodologies in arriving at our opinion and confirm this increase is in compliance with applicable Virginia laws and regulations.

This document is intended to help explain the rate filing and it is only a summary of the company's request. It is not intended to describe or include all factors or information considered in the review process. For more detailed information, please refer to the complete filing.