Filing at a Glance

Company: American General Life and Accident Insurance Company

Product Name: AGLA 10-12 Qualifying Policy Endorsement, etal	SERFF Tr Num: AGLA-126692981	State: Arkansas
TOI: L08 Life - Other	SERFF Status: Closed-Approved-Closed	State Tr Num: 46053
Sub-TOI: L08.000 Life - Other	Co Tr Num: AGLA 10-12	State Status: Approved-Closed
Filing Type: Form		Reviewer(s): Linda Bird
	Author: Marilyn Ellis	Disposition Date: 06/28/2010
	Date Submitted: 06/25/2010	Disposition Status: Approved-Closed
Implementation Date Requested: On Approval		Implementation Date:
State Filing Description:		

General Information

Project Name: AGLA 10-12 Qualifying Policy Endorsement, etal
Project Number: AGLA 10-12 Qualifying Policy Endorsement, etal
Requested Filing Mode: Review & Approval
Explanation for Combination/Other:
Submission Type: New Submission
Overall Rate Impact:
Filing Status Changed: 06/28/2010

Deemer Date:
Submitted By: Marilyn Ellis

Filing Description:
AGLA 10-12 Qualifying Policy Endorsement
AGLA 10-11 Associated Term Endorsement

Status of Filing in Domicile: Pending
Date Approved in Domicile:
Domicile Status Comments:
Market Type: Individual
Group Market Size:
Group Market Type:
Explanation for Other Group Market Type:
State Status Changed: 06/28/2010
Created By: Marilyn Ellis
Corresponding Filing Tracking Number: AGLA 10-12 Qualifying Policy Endorsement, etal

The above forms are being submitted for your consideration and approval. They are new and do not replace any forms previously approved by your department. The referenced forms have been submitted to our domicile state of

Tennessee.

Form AGLA 10-12 is an endorsement that will be attached to certain permanent life insurance policies. It gives the Owner the right to allocate to himself or herself, or to another person the right to apply for certain term life insurance coverage. As shown in the enclosed Statement of Variability, the first allocation expiry date would be one to ten years after the date of issue of the permanent life insurance policy to which the Qualifying Policy Endorsement is attached.

Form AGLA 10-11 is an endorsement that will be attached to term life insurance policies issued as a result of an allocation as described above. This endorsement provides for a discount, subject to the endorsement provisions, of the Total Current Annual Premium of the term policy. The amount of the discount varies as described in the Statement of Variability.

Company and Contact

Filing Contact Information

Kathryn Mitchell, Kathryn.Mitchell@aglife.com
American Gerneral Center 615-749-1139 [Phone]
Nashville, TN 37250-0001

Filing Company Information

American General Life and Accident Insurance Company	CoCode: 66672	State of Domicile: Tennessee
American General Center	Group Code:	Company Type: L&H
Nashville, TN 37250-0001	Group Name:	State ID Number:
(615) 749-1139 ext. [Phone]	FEIN Number: 62-0306330	

Filing Fees

Fee Required?	Yes
Fee Amount:	$100.00
Retaliatory?	No
Fee Explanation:	2 forms x $50 = $100.00
Per Company:	No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #

American General Life and Accident Insurance Company	$100.00	06/25/2010	37537488

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Approved-Closed	Linda Bird	06/28/2010	06/28/2010

Disposition

Disposition Date: 06/28/2010

Implementation Date:

Status: Approved-Closed

Comment:

Rate data does NOT apply to filing.

SERFF Tracking Number:	*AGLA-126692981*	*State:*	*Arkansas*
Filing Company:	*American General Life and Accident Insurance Company*	*State Tracking Number:*	*46053*
Company Tracking Number:	*AGLA 10-12*		
TOI:	*L08 Life - Other*	*Sub-TOI:*	*L08.000 Life - Other*
Product Name:	*AGLA 10-12 Qualifying Policy Endorsement, etal*		
Project Name/Number:	*AGLA 10-12 Qualifying Policy Endorsement, etal/AGLA 10-12 Qualifying Policy Endorsement, etal*		

Schedule	Schedule Item	Schedule Item Status	Public Access
Supporting Document	Flesch Certification		Yes
Supporting Document	Application		No
Supporting Document	Statements of Variability		Yes
Form	Qualifying Policy Endorsement		Yes
Form	Associated Term Endorsement		Yes

Form Schedule

Lead Form Number: AGLA 10-12

Schedule Item Status	Form Number	Form Type	Form Name	Action	Action Specific Data	Readability	Attachment
	AGLA 10-12	Policy/Contract/Fraternal Certificate: Amendment, Insert Page, Endorsement or Rider	Qualifying Policy Endorsement	Initial		52.900	10-12.pdf
	AGLA 10-11	Policy/Contract/Fraternal Certificate: Amendment, Insert Page, Endorsement or Rider	Associated Term Endorsement	Initial		50.000	10-11.pdf

Qualifying Policy Endorsement

Insured:	[John Doe]
Policy Number:	[123456789]
Current Associated Term Life Insurance Allocation Expiring on [June 21, 2015]:	[$500,000]
[Current Associated Term Life Insurance Allocation Expiring on [June 21, 2020]:	[$400,000]

This endorsement is attached to and made a part of this Policy.

Associated Term Policy means a term life insurance policy issued pursuant to the provisions of this Endorsement.

Qualifying Policy means the policy of insurance referenced above where the Owner of the Qualifying Policy has the right, to the extent of his or her Current Associated Term Life Insurance Allocation(s) determined by Us and set forth above, to allocate to himself or herself, or to another person, the right to apply for certain term life insurance coverage made available by Us for that purpose, for which We may provide a premium discount pursuant to Our current discount rules.

The Total Current Annual Premium for any Associated Term Policy will be discounted pursuant to Our then-current premium discount rules, if any, in effect for Associated Term Policies.

The Effective Date of this endorsement is [June 21, 2015].

We reserve the right to adjust the Current Associated Term Life Insurance Allocation in effect following any change in the Specified Amount of the Qualifying Policy. A new Qualifying Policy Endorsement will be provided in the event that the Current Associated Term Life Insurance Allocation is adjusted following a change in the Specified Amount of the Qualifying Policy.

The Current Term Life Insurance Allocation will be reduced whenever an Associated Term Policy is issued pursuant to the provisions of this Endorsement. A new Qualifying Policy Endorsement will be provided to show the Current Term Life Insurance Allocation that will be in effect following issuance of an Associated Term Life Policy.

This endorsement supersedes any other Qualifying Policy Endorsement with an earlier Effective Date.

AMERICAN GENERAL LIFE AND ACCIDENT INSURANCE COMPANY

SECRETARY

Associated Term Endorsement

Insured: [Jane Doe]
Policy Number: [123456789]
Owner: [John Doe]

This endorsement is attached to and made a part of this Policy.

Associated Term Policy means a term life insurance policy issued pursuant to the provisions of a Qualifying Policy Endorsement made a part of a Qualifying Policy.

Qualifying Policy means a policy of insurance issued by Us where the Owner of the Qualifying Policy has the right, to the extent of his or her Current Associated Term Life Insurance Allocation determined by Us and set forth in the Qualifying Policy Endorsement, to allocate to himself or herself, or to another person, the right to apply for certain term life insurance coverage made available by Us for that purpose, for which We may provide a premium discount pursuant to Our current discount rules.

The Total Current Annual Premium for this Policy will be discounted pursuant to Our then-current premium discount rules, if any, in effect for Associated Term Policies. At issue, the Total Current Annual Premium for this Policy will be discounted by [$25].

If the Qualifying Policy ceases to be in force, any premium discount for this Policy may, pursuant to Our then current-rules, be eliminated and the full Total Current Annual Premium will become payable.

In no case will the Total Current Annual Premium exceed the Total Maximum Annual Premium in the event a discount referenced above is eliminated.

The Effective Date of this endorsement is [June 21, 2010].

AMERICAN GENERAL LIFE AND ACCIDENT INSURANCE COMPANY

SECRETARY

Supporting Document Schedules

Item Status: **Status Date:**

Satisfied - Item: Flesch Certification

Comments:

Attachments:

87-1.pdf
AGLA120Z49 REV0807.pdf
ARCERT2.pdf
ARCert5.pdf

Item Status: **Status Date:**

Bypassed - Item: Application

Bypass Reason: This is an endorsement filing, not a policy filing.

Comments:

Item Status: **Status Date:**

Satisfied - Item: Statements of Variability

Comments:

Attachments:

Statement of Variability for Qualifying Policy Endorsement AGLA 10.pdf
Statement of Variability for Associated Term Endorsement AGLA 10.pdf

AMERICAN GENERAL LIFE AND ACCIDENT INSURANCE COMPANY
A Member Company of American International Group, Inc.
American General Center • Nashville, Tennessee 37250-0001
(615) 749-1523

Service for the attached policy will be provided by:

The Arkansas Department of Insurance has requested we provide you with the addresses and telephone numbers, as follow:

Customer Services
American General Life and Accident Insurance Company
American General Center - 305N
Nashville, Tennessee 37250
PH: 1-800-888-2452

State of Arkansas
Department of Insurance
1200 West Third Street
Little Rock, AR 72201-1904
PH: 1-800-852-5494

LIMITATIONS AND EXCLUSIONS UNDER THE ARKANSAS LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION ACT

Residents of this state who purchase life insurance, annuities or health and accident insurance should know that the insurance companies licensed in this state to write these types of insurance are members of the Arkansas Life and Health Insurance Guaranty Association ("Guaranty Association"). The purpose of the Guaranty Association is to assure that policy and contract owners will be protected, within certain limits, in the unlikely event that a member insurer becomes financially unable to meet its obligations. If this should happen, the Guaranty Association will assess its other member insurance companies for the money to pay the claims of policy owners who live in this state and, in some cases, to keep coverage in force. The valuable extra protection provided by the member insurers through the Guaranty Association is not unlimited, however. And, as noted in the box below, this protection is not a substitute for consumers' care in selecting insurance companies that are well-managed and financially stable.

DISCLAIMER

The Arkansas Life and Health Insurance Guaranty Association ("Guaranty Association") may not provide coverage for this policy. If coverage is provided, it may be subject to substantial limitations or exclusions and require continued residency in this state. You should not rely on coverage by the Guaranty Association in purchasing an insurance policy or contract.

Coverage is NOT provided for your policy or contract or any portion of it that is not guaranteed by the insurer or for which you have assumed the risk, such as non-guaranteed amounts held in a separate account under a variable life or variable annuity contract.

Insurance companies or their agents are required by law to provide you with this notice. However, insurance companies and their agents are prohibited by law from using the existence of the Guaranty Association to induce you to purchase any kind of insurance policy.

The Arkansas Life and Health Insurance Guaranty Association
c/o The Liquidation Division
1023 West Capitol
Little Rock, Arkansas 72201

Arkansas Insurance Department
1200 West Third Street
Little Rock, Arkansas 72201-1904

(please turn to back of page)

The state law that provides for this safety-net is called the Arkansas Life and Health Insurance Guaranty Association Act ("Act"). Below is a brief summary of the Act's coverages, exclusions and limits. This summary does not cover all provisions of the Act; nor does it in any way change anyone's rights or obligations under the Act or the rights or obligations of the Guaranty Association.

COVERAGE

Generally, individuals will be protected by the Guaranty Association if they live in this state and hold a life, annuity or health insurance contract or policy, or if they are insured under a group insurance contract, issued by a member insurer. The beneficiaries, payees or assignees of policy or contract owners are protected as well, even if they live in another state.

EXCLUSIONS FROM COVERAGE

However, persons owning such policies are **NOT** protected by the Guaranty Association if:

- They are eligible for protection under the laws of another state (this may occur when the insolvent insurer was incorporated in another state whose guaranty association protects insureds who live outside that state);
- The insurer was not authorized to do business in this state;
- Their policy or contract was issued by a nonprofit hospital or medical service organization, an HMO, a fraternal benefit society, a mandatory state pooling plan, a mutual assessment company or similar plan in which the policy or contract owner is subject to future assessments, or by an insurance exchange.

The Guaranty Association also does **NOT** provide coverage for:

- Any policy or contract or portion thereof which is not guaranteed by the insurer or for which the owner has assumed the risk, such as non-guaranteed amounts held in a separate account under a variable life or variable annuity contract;
- Any policy of reinsurance (unless an assumption certificate was issued);
- Interest rate yields that exceed an average rate;
- Dividends and voting rights and experience rating credits;
- Credits given in connection with the administration of a policy by a group contract holder;
- Employers' plans to the extent they are self-funded (that is, not insured by an insurance company, even if an insurance company administers them);
- Unallocated annuity contracts (which give rights to group contractholders, not individuals).
- Unallocated annuity contracts issued to/in connection with benefit plans protected under Federal Pension Benefit Corporation ("FPBC")(whether the FPBC is yet liable or not);
- Portions of an unallocated annuity contract not owned by a benefit plan or a government lottery (unless the owner is a resident) or issued to a collective investment trust or similar pooled fund offered by a bank or other financial institution);
- Portions of a policy or contract to the extent assessments required by law for the Guaranty Association are preempted by State or Federal law;
- Obligations that do not arise under the policy or contract, including claims based on marketing materials or side letters, riders, or other documents which do not meet filing requirements, or claims for policy misrepresentations, or extra-contractual or penalty claims;
- Contractual agreements establishing the member insurer's obligations to provide book value accounting guarantees for defined contribution benefit plan participants (by reference to a portfolio of assets owned by a nonaffiliate benefit plan or its trustees).

LIMITS ON AMOUNT OF COVERAGE

The Act also limits the amount the Guaranty Association is obligated to cover: The Guaranty Association cannot pay more than what the insurance company would owe under a policy or contract. Also, for any one insured life, the Guaranty Association will pay a maximum of $300,000 - no matter how many policies and contracts there were with the same company, even if they provided different types of coverages. Within this overall $300,000 limit, the Association will not pay more than $300,000 in health insurance benefits, $300,000 in present value of annuity benefits, or $300,000 in life insurance death benefits or net cash surrender values - again, no matter how many policies and contracts there were with the same company, and no matter how many different types of coverages. There is a $1,000,000 limit with respect to any contract holder for unallocated annuity benefits, irrespective of the number of contracts held by the contract holder. These are limitations for which the Guaranty Association is obligated before taking into account either its subrogation and assignment rights or the extent to which those benefits could be provided out of the assets of the impaired or insolvent insurer.

American General Life and Accident Insurance Company

A member company of American International Group, Inc.

American General Center • Nashville, Tennessee 37250-0001

AIG® AMERICAN GENERAL

AGLA

American General Life and Accident Insurance Company

AMERICAN GENERAL LIFE AND ACCIDENT INSURANCE COMPANY

ARKANSAS CERTIFICATION

Subject:	AGLA 10-12	Qualifying Policy Endorsement
	AGLA 10-11	Associated Term Endorsement

This is to certify that, to the best of my knowledge and belief, the above forms comply with the requirements of Ark. Stat. Ann. 66-3251 through 66-3258, cited as the Life and Disability Insurance Policy Language Simplification Act.

Kerry Kixmiller

Kerry Kixmiller, FSA, MAAA
Vice President

DATE: June 25, 2010

AGLA®

American General Life and Accident Insurance Company

AMERICAN GENERAL LIFE AND ACCIDENT INSURANCE COMPANY

ARKANSAS CERTIFICATION

Subject:	AGLA 10-12	Qualifying Policy Endorsement
	AGLA 10-11	Associated Term Endorsement

This is to certify that the above forms, to the best of my knowledge and belief, meet the provision of Arkansas Rule and Regulation 19 as well as all applicable requirements of the State of Arkansas Department of Insurance.

Kerry Kixmiller

Kerry Kixmiller, FSA, MAAA
Vice President

DATE: June 25, 2010

Statement of Variability for Qualifying Policy Endorsement AGLA 10-12

Variable Field	Possible Values
Insured: [John Doe]	This field must be variable to reflect the name of the insured covered under the qualifying policy to which this endorsement is attached. The name is fixed at issue.
Policy Number: [123456789]	This field must be variable to reflect the policy number of the qualifying policy to which this endorsement is attached. The policy number is a nine-digit number that is fixed at issue.
Current Associated Term Life Insurance Allocation Expiring on [June 21, 2015]: **[$500,000]**	This field must be variable to reflect the expiry date of the current associated term life insurance allocation. This date is the date of issue of the qualifying policy plus 1-10 years. This field must be variable to reflect the amount of term life insurance available for allocation. This amount is 1-10 times the initial amount of coverage for the insured under the qualifying policy and is fixed at issue.
[Current Associated Term Life Insurance Allocation Expiring on [June 21, 2020]: **[$400,000]]**	These fields print only if the insured has increased the amount of insurance on the qualifying policy. This field must be variable to reflect the expiry date of the current associated term life insurance allocation. This date is the date of the first term life insurance allocation plus 1-10 years. This field must be variable to reflect the amount of term life insurance available for allocation due to an increase in the amount of insurance. This amount is 1-10 times the increase in the amount of coverage for the insured under the qualifying policy and is fixed at the time of the increase.
The Effective Date of this endorsement is [June 21, 2010].	This field is variable to reflect the date of the endorsement. This date is the later of: (1) the date of issue of the qualifying policy; or (2) the date on which the most recent term life insurance allocation was changed.

Statement of Variability for Associated Term Endorsement AGLA 10-11

Variable Field	Possible Values
Insured: [Jane Doe]	This field must be variable to reflect the name of the primary person insured under the associated term policy to which this endorsement is attached. The name is fixed at issue.
Policy Number: [123456789]	This field must be variable to reflect the policy number of associated term policy to which this endorsement is attached. The policy number is a nine-digit number that is fixed at issue.
Owner: [John Doe]	This field must be variable to reflect the name of the owner of associate term policy to which this endorsement is attached.
At issue, the Total Current Annual Premium for this Policy will be discounted by [$25].	This field must be variable to reflect the amount of discount of the Total Current Annual Premium under the associated term policy to which this endorsement is attached. The possible values are as follows: $75 – if associated term policy and qualifying policy have the same owner and same insured, and both are issued at the same time. $39 – if associated term policy and qualifying policy have same owner and same insured, but the associated term policy is issued at a later date. $39 – if associated term policy and qualifying policy have the same owner, but different insureds. $25 – if associated term policy and qualifying policy have different owners.
The Effective Date of this endorsement is [June 21, 2010.]	This field is variable to reflect the endorsement issue date. This date is the date on which the associated term policy is issued.