

THE ACTUARIAL ANALYSIS

Follow-up Report
(does not include Budget 2017)

PURPOSE

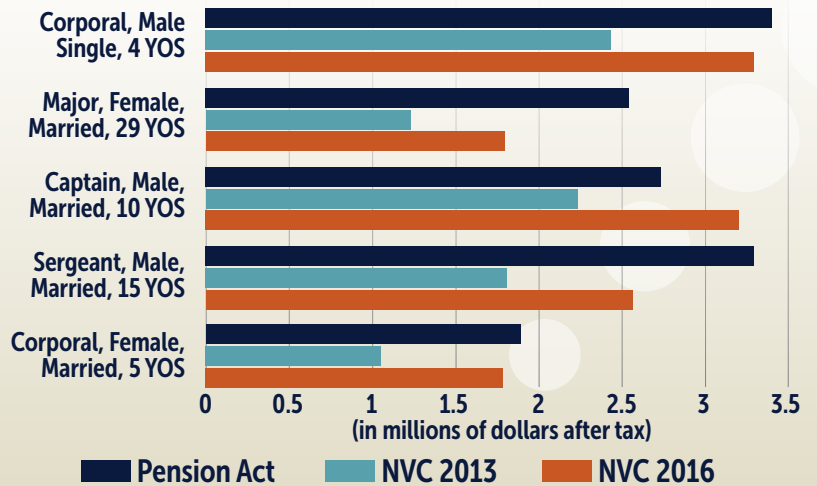
This report updates the 2013 *Actuarial Analysis* by evaluating improvements to the NVC and considers the effects on lifetime compensation for Veterans.



KEY FINDINGS

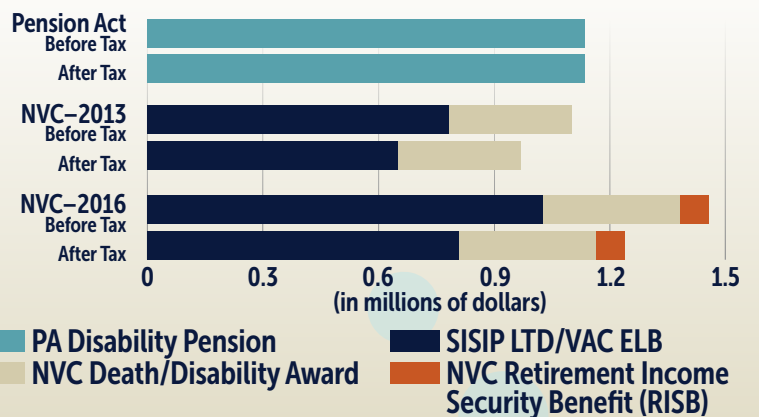
- 4 new benefits and 8 enhancements since 2011 were implemented, resulting in additional complexity.
- The increase to the ELB has had the most significant effect.
- The PIA and PIA Supplement contribute significantly to the lifetime compensation for Veterans who are TPI.
- New benefits such as the FCRB, CIB and RISB have a limited impact as few Veterans are eligible for these benefits.
- It is unclear whether the financial needs of Veterans who are not TPI are being met.
- It is unclear whether the financial needs of survivors are being met.
- While the lifetime total may be adequate, there may be times when the annual compensation does not fully meet needs.

COMPARISON of 5 TPI Scenarios

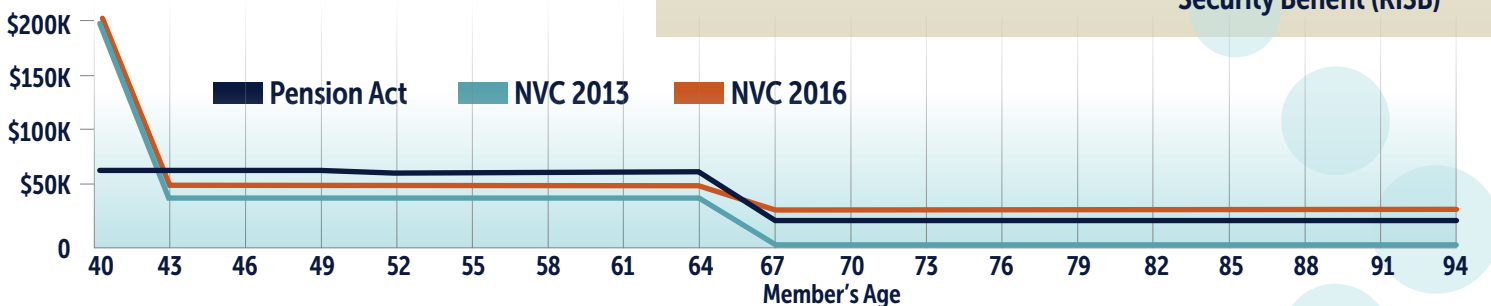


For more information and other scenarios, read our report

SURVIVOR LIFETIME Compensation



LIFETIME vs ANNUAL Compensation



4 RECOMMENDATIONS

Consolidate financial benefits to reduce complexity

Assess the level of financial support provided to Veterans who are not TPI

Assess the level of financial support provided to survivors

Review when financial benefits are being delivered to Veterans and their survivors