STATE OF COLORADO

COMPANY CHECKLIST FOR <u>HEALTH RATE</u> FILINGS

REQUIRED ITEMS FOR COMPLETE FILING

REQUIRED	INFORMATION	STATUTORY/ REGULATION/ INFORMATION CITE
Form HR-1	 Must accompany all submissions Effective dates must not be retroactive. If resubmitting, filing and effective date must be current date Only one HR-1 should be submitted with each filing All fields must be completed except where indicated 	Colorado Regulation 4-2-11 (5)
Actuarial Certification	Should be signed and dated by a qualified actuary stating that the rates are "not excessive, inadequate or unfairly discriminatory".	Colorado Regulation 4-2-11 (5)
Actuarial Memorandum	Must contain a description of the items in the left column and must be in the designated order shown below:	Colorado Regulation 4-2-11
Summary of the reasons for the rate filing	 Must summarize the reasons for the rate filing, the marketing method(s), premium classifications, age basis, and product descriptions Include policy, rider, or endorsement numbers impacted by this filing 	Colorado Regulation 4-2-11 (6)
B. Assumption or Acquisition	Must clearly state the company the block was acquired from and the date	Colorado Regulation 4-2-11 (6)
C. Rating Period	Must clearly identify the period for which the rates will be effective	Colorado Regulation 4-2-11 (6)
D. Effect of Underwriting on the Rates	Must describe the extent to which the product will be underwritten. The separate effects of specific types of underwriting should be identified.	Colorado Regulation 4-2-11 (6)
E. Effect of Law Changes on the Rates	Must describe the extent to which the rate changes are due to changes in law or regulation	Colorado Regulation 4-2-11 (6)

F. Rate History	 Must include a chart indicating the rate changes implemented for the 3 years preceding the date of the filing and the cumulative effect, on renewal rates, of all rate changes in the past year, including range of increases Should be provided on both a Colorado and average nationwide basis 	Colorado Regulation 4-2-11 (6)
G. Coordination of Benefits	Loss experience presented must be net of coordination of benefits	Colorado Regulation 4-2-11 (6)
H. Relation of Benefits to Premium	 Must adequately support the reasonableness of the projected benefits to the projected earned premiums (at least three alternatives are offered) Must list and adequately support each specific component of the retention percentage (retention percentage is equal to 1 minus the targeted/lifetime loss ratio) 	Colorado Regulation 4-2-11 (6)
I. Lifetime Loss Ratio	 Must state whether or not the product was priced initially using a lifetime loss ratio standard Must provide a chart showing the actual and expected benefits ratios and the ratio of these two benefits ratios 	Colorado Regulation 4-2-11 (6)
J. Profit Provision	 Must identify the amount or percentage of the provision for profit and contingencies (pre tax or after tax) and how this provision is included in the final rate Must provide detailed support for any proposed load in excess of 7% after tax 	Colorado Regulation 4-2-11 (6)
K. Explanation of Rates	 Must describe completely how the rates were determined Must provide support for all underlying rate assumptions 	Colorado Regulation 4-2-11 (6)
L. Trend	Must describe and support the trend assumptions used in pricing	Colorado Regulation 4-2-11 (6)
M. Credibility	Must discuss the credibility of the Colorado data with the proposed rates and must also discuss how and if the aggregated data meets the credibility requirement	Colorado Regulation 4-2-11 (6)

N. Data Description	 Must include Colorado experience for the past 3 years and any additional supplement experience Rate changes should be based upon as much Colorado data as possible The experience must include consecutive data no older than 9 months prior to proposed effective date 	Colorado Regulation 4-2-11 (6)
O. Side-by-Side Comparison	 Must contain a side-by-side comparison comparing the old rating factors, the new rating factors, and the percentage change for each rate and/or rating factors that have been modified New rating factors must be included along with detailed support for each new rating factor 	Colorado Regulation 4-2-11 (6)
P. Benefits Ratio Projections	Must project the benefits ratio over the rating period both with and without the requested increase	Colorado Regulation 4-2-11 (6)
Q. Description of Other Rating Facts	 Must clearly display and support all other rating factors and definitions including the area factors, gender factors, age factors, etc. 	Colorado Regulation 4-2-11 (6)

Additional requirements for the following lines of business:

A. Individual	Specific Individual Rate Filing Requirements	Colorado Regulation 4-2-11 (7)
B. Small Group	Specific Small Group Rate Filing Requirements	Colorado Regulations 4-2-11 (7) & 4-6-7
C. Large Group	Specific Large Group Rate Filing Requirements	Colorado Regulation 4-2-11 (7)
D. Valid Multi-State Association Groups	Specific Valid Multi-State Association Group filing Requirements	Colorado Regulation 4-2-11 (7)
E. Medicare Supplement	Specific Medicare Supplement Rate Filing Requirements • Provide a specific actuarial certification	Colorado Regulations 4-2-11 (7), 4-3-1 4-3-1 (14)(H)