

Clearinghouse Rule 96-153



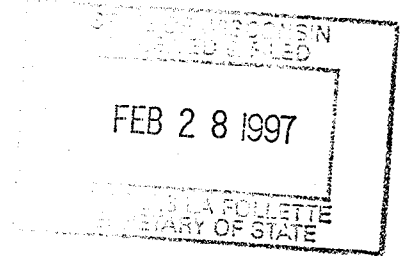
State of Wisconsin / OFFICE OF THE COMMISSIONER OF INSURANCE

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Governor

Josephine W. Musser
Commissioner

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http://badger.state.wi.us/agencies/oci/oci_home.htm



STATE OF WISCONSIN

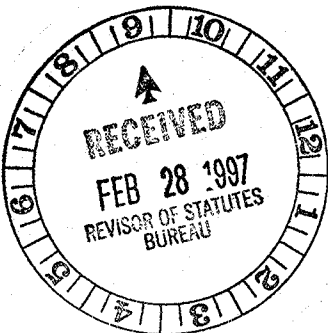
OFFICE OF THE COMMISSIONER OF INSURANCE

SS

I, Josephine W. Musser, Commissioner of Insurance and custodian of the official records, certify that the annexed rule affecting Section Ins 18.07 (5) (b), Wis. Adm. Code, relating to HIRSP rate decrease, is duly approved and adopted by this Office on February 28, 1997.

I further certify that I have compared this copy with the original on file in this Office and that it is a true copy of the original, and the whole of the original.

IN TESTIMONY WHEREOF, I have hereunto set my hand at 121 East Wilson Street, Madison, Wisconsin, on February 28, 1997.



Josephine W. Musser
Josephine W. Musser
Commissioner of Insurance

96-153
5-1-97

FEB 28 1997

ORDER OF THE OFFICE OF THE COMMISSIONER OF INSURANCE

REPEALING AND RECREATING A RULE

To repeal and recreate Ins 18.07 (5) relating to a decrease in 1996-97 premium rates for the health insurance risk-sharing plan.

ANALYSIS PREPARED BY THE OFFICE OF THE COMMISSIONER OF INSURANCE

Statutory authority: ss. 601.41 (3), 619.11, 619.14 (5) (a) and (e) and 619.15 (5), Stats.

Statutes Interpreted: ss. 619.14 (5) (a), 619.165 (1) and 619.17 (1) and (2), Stats.

1996-97 Premium Adjustments

The Commissioner of Insurance, based on the recommendation of the Health Insurance Risk-Sharing Plan ("HIRSP") board, is required to set the annual premiums by rule. The rates must be calculated in accordance with generally accepted actuarial principles and must be set at 60% of HIRSP's operating and administrative costs. This rule, following the promulgation of an emergency rule to the same effect, adjusts the premium rates for the period of October 1, 1996, through June 30, 1997, based upon a recalculation of costs and subsidy payments for the 1996-1997 fiscal year. This adjustment represents a 12% reduction in premium payments for both the non-subsidized major medical and medicare plans for persons under age 65. The rates for low-income persons entitled to a premium reduction under s. Ins. 18.07 (5) (bg) are not affected.

SECTION 1. Section Ins 18.07 (5) (b) is repealed and recreated to read:

Ins 18.07 (5) (b) The schedule of annual premiums for the period from October 1, 1996, to June 30, 1997, for persons not entitled to a premium reduction under s. 619.165, Stats., is as follows:

<u>MAJOR MEDICAL PLAN - Males</u>			
<u>Age Group</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
0-18	\$1,680	\$1,512	\$1,344
19-24	1,680	1,512	1,344
25-29	1,728	1,560	1,380
30-34	1,968	1,776	1,572
35-39	2,184	1,968	1,752
40-44	2,640	2,376	2,112
45-49	3,276	2,952	2,616
50-54	4,284	3,852	3,432
55-59	5,616	5,052	4,488
60-64	6,852	6,168	5,484

<u>MAJOR MEDICAL PLAN - Females</u>			
<u>Age Group</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
0-18	\$1,680	\$1,512	\$1,344
19-24	2,484	2,232	1,992
25-29	2,640	2,376	2,112
30-34	2,832	2,544	2,268
35-39	3,036	2,736	2,424
40-44	3,276	2,952	2,616
45-49	3,756	3,384	3,000
50-54	4,320	3,888	3,456
55-59	4,908	4,416	3,924
60-64	5,820	5,244	4,656

MEDICARE PLAN - Males

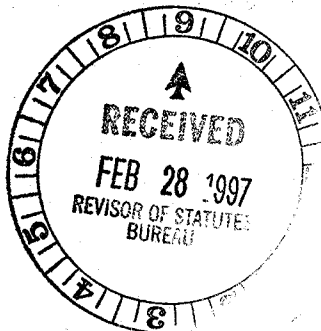
<u>Age Group</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
0-18	\$1,140	\$1,140	\$1,020
19-24	1,140	1,140	1,020
25-29	1,140	1,140	1,020
30-34	1,140	1,140	1,020
35-39	1,140	1,140	1,020
40-44	1,380	1,248	1,104
45-49	1,704	1,536	1,368
50-54	2,232	2,004	1,788
55-59	2,928	2,640	2,340
60-64	3,576	3,216	2,856

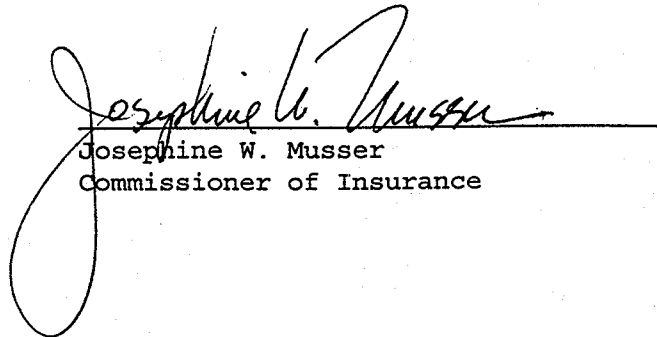
MEDICARE PLAN - Females

<u>Age Group</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
0-18	\$1,140	\$1,140	\$1,020
19-24	1,296	1,164	1,032
25-29	1,368	1,236	1,092
30-34	1,476	1,332	1,176
35-39	1,584	1,428	1,272
40-44	1,704	1,536	1,368
45-49	1,956	1,764	1,560
50-54	2,256	2,028	1,800
55-59	2,556	2,304	2,040
60-64	3,036	2,736	2,424

SECTION 2. EFFECTIVE DATE. This rule will take effect on the first day of the first month beginning after publication as provided in s. 227.22 (2) (intro), Stats.

Dated at Madison, Wisconsin, this 28th day of February, 1997.




Josephine W. Musser
Commissioner of Insurance