

**Health Insurance Rate Request Summary  
Part 2 –To Be Completed By Bureau of Insurance**

**Company Name and NAIC Number:** Ability Insurance Company - 71471

**SERFF Tracking Number:** MDTP-129116517

**Disposition:** [Click here to enter text.](#)

**Effective Date:** [Click here to enter a date.](#)

**Approval:**

**New Rates**

**Average Annual Premium Per Member:** N/A

**Revised Rates**

**Average Annual Premium Per Member:** \$3,848

**Average Requested Percentage Rate Change Per Member:** 70.6%

**Minimum Requested Percentage Rate Change Per Member:** 40.5%

**Maximum Requested Percentage Rate Change Per Member:** 81.6%

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

The Company has submitted a rate increase request that varies by benefit period. Policies with limited benefit periods will receive an increase of 12% per year for three years, for a total of 40.5%. Policies with unlimited benefit periods will receive an increase of 22% per year for three years, for a total of 81.6%. The average increase for all policies is 70.6%. 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 176 policies in force in Virginia as of 12/31/2012. The company provided its assumptions, historical experience and future projections of claims and premium both on a nationwide and Virginia-only basis. All of the projected loss ratios exceed the statutory minimums. 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.