

DEPARTMENT OF FINANCE AND ADMINISTRATION
DIVISION OF BENEFITS ADMINISTRATION

STATE INSURANCE COMMITTEE DECISION REPORT

DELIVERED PURSUANT TO SECTION 5 PART A OF
THE COUNCIL ON PENSIONS AND INSURANCE
STATE INSURANCE COMMITTEE POLICY
DOCUMENT AS REFERENCED IN TCA 8-27-
203(A)(3)

1900 WRS TENNESSEE TOWER
312 ROSA L. PARKS AVE
NASHVILLE, TENNESSEE
37243

DECISIONS MADE AUGUST 23RD, 2018

Premium Structure and Rates

The State Insurance Committee holds the contract for all participants in the Tennessee Plan, which provides supplemental insurance to Medicare for eligible TCRS retirees. Laurie Lee, Executive Director of Benefits Administration, advised that sufficient funding for the Tennessee Plan is required to pay claims expenses, pay administrative fees, and establish reserves to account for claims incurred but not yet reported (IBNR). Based on analysis of the Insurance Committee's consulting actuary, Aon Hewitt, staff recommended a 0% premium increase effective January 1, 2019.

Committee Action

Senator Watson moved that the committee approve the staff recommendation for a 0% increase in Tennessee Plan rates for 2019. Mr. Rob Chance seconded the motion, which carried unanimously via voice vote.