HCRAWG MLR Subgroup

IRD14-011

Issue:
Should the MLR credibility adjustment for calculations that use multiple years of experience be based on the sum of life years represented in the experience or on the yearly average of life years?

Resolved:

Preliminary 4/4/12: Yes, the sum of life years should continue to be used.

Exceptions:

Description:

Documentation in support:

Documentation in opposition:

Evaluation:

The current credibility adjustments are based upon the sum of life years, in both the analysis of multi-year partial credibility and in the calculation of credibility performed in 2014 for the 2013 experience year.

Exception Reference:
Attachments: