



**MID CONTRACT EVALUATION  
PROJECTED CLAIMS AND EQUIVALENCY RATES**

Group Name MANKATO ISD #77  
Group Number 000647  
Renewal Period: July 1, 2016 through June 30, 2017  
Experience Period: March 1, 2015 through February 29, 2016

|              |           |                  |
|--------------|-----------|------------------|
| Paid Claims: | Employee  | \$252,527        |
|              | Dependent | <u>\$247,241</u> |
|              | Total     | \$499,768        |

|                                       |        |            |
|---------------------------------------|--------|------------|
| Average Experience Period Enrollment: | Single | 357        |
|                                       | Family | <u>480</u> |
|                                       | Total  | 837        |

Trend Factor: 2.23%  
Trend is calculated from the mid-point of the experience period to the midpoint of the renewal period.

Current Corporate Trend: 3.50%

Benefit Adjustment Factor (BAF): 0.00%

Benefit Adjustment Factor is needed if any benefit changes are proposed for the upcoming contract period.

Projected Paid Claims (Annualized Paid Claims \* (1+Trend Factor) \* (1+BAF)):

|            | <u>Total</u>     | <u>Enrollment</u> | <u>PEPM</u> |
|------------|------------------|-------------------|-------------|
| Employee:  | \$258,159        | 837               | \$25.70     |
| Dependent: | <u>\$252,755</u> | 480               | \$43.88     |
| Total:     | \$510,915        |                   |             |

Current ASO Fee (per employee per month): \$5.40

| <i>Equivalency Rates:</i> | <u>Claims<br/>Cost</u> | <u>ASO<br/>Fee</u> | <u>Total<br/>Rate</u> |
|---------------------------|------------------------|--------------------|-----------------------|
| Single                    | \$25.70                | \$5.40             | \$31.10               |
| Family                    | \$69.58                | \$5.40             | \$74.98               |

***This group renews with Group #647-0002 & 9273 using combined retention.***

***Subgroup 0050 is a zero bill subgroup for ex-spouses.***

***The projected claims and equivalency rates reflect the last 12 months of the 24 month contract period: 7/1/15 through 6/30/17.***

***Mankato ISD #77 will not be held liable for paid claims exceeding 125% of the projected claims (\$615,685 based on 804 employees). The ASO Fee is \$4.98 plus \$.42 for stop loss.***