



STATE OF WISCONSIN  
Department of Employee Trust Funds  
Robert J. Conlin  
SECRETARY

801 W Badger Road  
PO Box 7931  
Madison WI 53707-7931  
1-877-533-5020 (toll free)  
Fax (608) 267-4549  
<http://etf.wi.gov>

**Correspondence Memorandum**

**DATE:** April 21, 2016  
**TO:** Group Insurance Board  
**FROM:** Deb Roemer, Director  
Benefit Services Bureau  
Division of Retirement Services  
**SUBJECT:** Acceptance of State and Local Income Continuation Insurance (ICI)  
Actuarial Valuations

**Staff requests that the Group Insurance Board (Board) approve both the State and Local ICI Actuarial Reviews as of December 31, 2015.**

The Board approved a motion at its May 19, 2015 meeting to increase State ICI premiums 20% each year from 2016-2020. This recommendation serves as the baseline for the current valuation report. ETF staff recommends that the Board's 2015 premium rate decision remain in effect. This will maintain 20% premium increases for 2017-2020.

Benefit Services Bureau staff and its actuary, Milliman, Inc., have been evaluating the State ICI program for possible design changes that will address the deficit position of the program. We hope to bring design changes to the board for consideration at a future meeting.

ETF staff recommends a continuation of the premium holiday for the Local ICI plan.

A brief summary is found on page six of each report.

Staff from ETF and Milliman will be at the Board meeting to answer any questions.

Attachment A: State ICI Actuarial Valuations  
Attachment B: Local ICI Actuarial Valuations

Reviewed and approved by Matt Stohr, Administrator, Division of Retirement Services

Electronically Signed 5/9/16

Board	Mtg Date	Item #
GIB	5.18.16	4A