



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 20, 2017
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 the Group Insurance Board (Board) approve both the State and Local ICI Actuarial Reviews as of December 31, 2016.

At its May 19, 2015, meeting the Board approved a motion to increase State ICI premiums 20% in each year from 2016 through 2020. ETF recommends the Board's 2015 premium rate decision remain in effect. Maintaining this decision does not require a new vote of the Board.


Benefit Services Bureau staff and ETF's actuary, Milliman, Inc., recommended State ICI program design changes to address the deficit position of the program, and the Board approved those changes at its meeting on February 8, 2017. ETF is developing the necessary statute changes to institute the design changes effective January 1, 2020. Once the statutory changes are in place, a new premium rate schedule will be developed for the 2020 plan year and brought to the appropriate Board for approval.

ETF 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 Valuation
Attachment B: Local ICI Actuarial Valuation

Reviewed and approved by Matt Stohr, Administrator, Division of Retirement Services
 Electronically Signed 5/16/17

Board	Mtg Date	Item #
GIB	5.24.17	5A