

Comment 1:

In your actuarial memorandum, you state that the “singular credit % will be no less than 10% of each policyholder’s average 2020 monthly premium.” You further state, “The experience credit will be applied to each existing policyholder’s billed premium in April 2021. What is your plan if 2020 overpayments exceed April 2021 premiums?”

Response 1:

The experience rate credit is a percentage of each policyholder’s average 2020 monthly premium. In other words, it is a percentage of single month’s premium. If the credit is 10%, it is the equivalent of 10% of a single month’s premium. Thus, the credit will not exceed the April 2021 premium.

Comment 2:

How many of your Vermont policyholders with effective dates from May 2019 to April 2020 will no longer be policyholders in April 2021? Do you have any plan for crediting former members for their deferred care due to Covid 19?

Response 2:

Two VT policyholders with effective dates from May 2019 to April 2020 will no longer be policyholders in April 2021. These two policyholders will not have a bill in April 2021; thus, there is no mechanism for us to credit them. This program is to credit the policyholder (the employer). Any credit passed to the members (the employees) is at the discretion of the policyholder.