

Documentation

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Date	September 8, 2014
Purpose:	This workbook was created in tandem with the actuarial certification dated 8/14/2014. It provides the necessary Supplemental Exhibit 3 required for this filing.
Outputs:	This workbook is not designed to produce any outputs.
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We performed a limited review of the data used directly in our analysis for reasonableness and consistency and have not found material defects in the data. If there are material defects in the data, it is possible that they would be uncovered by a detailed, systematic review and comparison of the data to search for data values that are questionable or for relationships that are materially inconsistent. Such a review was beyond the scope of our assignment.

EXHIBIT 3: NARRATIVE SUMMARY

Company Name: American Progressive Life & Health Insurance Company of New York
NAIC Code: 80624
SERFF Tracking #: UNAM-129711518

American Progressive Life & Health Insurance Company of New York is requesting a premium rate increase for its Individual Standardized Medicare Supplement policies in the state of New York. The total number of policyholders affected by the proposed adjustment is 1,522. Policyholders will receive their rate increase on their next policy anniversary following approval by the state and prior 60 day notification, on or after 01/03/2015. The proposed rate adjustment is as follows:

Plans A, B, C, F, F+	0%
Plans D, E, G, N	6%

The premium change is being requested because of the increase cost of benefits due to:

1. The increased cost of medical services.
2. The increase in costs due to the use of expensive new technologies and prescription drugs.
3. The increase in the Medicare deductibles and co-payments.

Due to the increased use of benefits by individuals insured by this plan, as well as the increasing cost of services, the Company will request an increase in premiums to cover these the additional costs. After reviewing the premium income received by the Company as well as the benefits paid to insureds, the Company has determined that an increase in premium rates is necessary at this time.

Rates vary by Plan and by the area in which the policyholder lives. Once approval from the state is received, an additional notice will be sent to the policyholder at least 60 days prior to their renewal date.