

# Clearinghouse Rule 99-004

## CERTIFICATE

STATE OF WISCONSIN )  
 ) SS  
DEPARTMENT OF HEALTH AND FAMILY SERVICES )

I, Joseph Lean, Secretary of the Department of Health and Family Services and custodian of the official records of the Department, do hereby certify that the annexed rules relating to operation of the Health Insurance Risk-Sharing Plan (HIRSP) were duly approved and adopted by this Department on June 30, 1999.

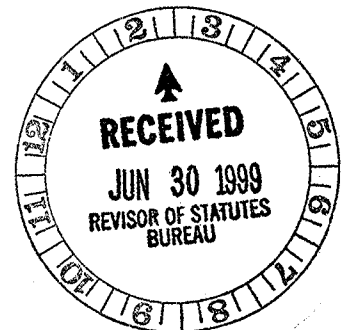
I further certify that this copy has been compared by me with the original on file in the Department and that this copy is a true copy of the original, and of the whole of the original.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the official seal of the Department at the State Office Building, 1 W. Wilson Street, in the city of Madison, this 30<sup>th</sup> day of June, 1999.

SEAL:

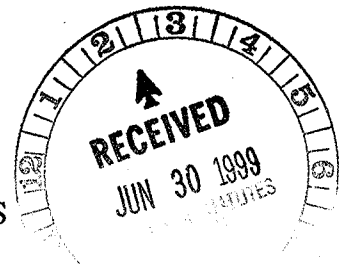


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Joseph Lean, Secretary  
Department of Health and Family Services



9-1-99  
99-004

ORDER OF THE  
DEPARTMENT OF HEALTH AND FAMILY SERVICES  
AMENDING RULES



To amend HFS 119.07 (6) (b) (intro.) and Medicare Plan tables and 119.15, relating to operation of the health insurance risk-sharing plan (HIRSP).

Analysis Prepared by the Department of Health and Family Services

The State of Wisconsin in 1981 established a Health Insurance Risk-Sharing Plan (HIRSP) for the purpose of making health insurance coverage available to medically uninsured residents of the state. One type of coverage provided by HIRSP is supplemental coverage for persons eligible for Medicare. This coverage is called Plan 2. Medicare (Plan 2) has a \$500 deductible. Approximately 17% of the 7,123 HIRSP policies in effect on October 31, 1998 were of the Plan 2 type.

The Department through this rulemaking order is amending ch. HFS 119 in order to update HIRSP Plan 2 premium rates by just over 10% in accordance with the authority and requirements set out in s. 149.143 (3) (a), Stats. The Department is required to set premium rates by rule and the rates must be calculated in accordance with generally accepted actuarial principles.

The Department through this order is also adjusting the total HIRSP insurer assessments and provider payment rates in accordance with the authority and requirements set out in s. 149.143 (2)(a)3. and 4., Stats., as affected by Act 27.

The Department's authority to amend these rules is found in s. 149.143 (2) (a) 2., 3. and 4. and (3), Stats., as affected by 1997 Wisconsin Act 27. The rules interpret s. 149.143, Stats., as affected by 1997 Wisconsin Act 27, as follows:

SECTION 1. HFS 119.07 (6) (b) (intro.) and Medicare Plan tables are amended to read:

HFS 119.07(6)(b) (intro.) Annual premiums for major medical plan policies with standard deductible. The schedule of annual premiums beginning ~~July 1, 1998~~ January 1, 1999, for persons not entitled to a premium reduction under s. 149.165, Stats., is as follows:

MEDICARE PLAN - Males

Age Group	Zone 1	Zone 2	Zone 3
0-18	<u>\$888972</u>	<u>\$792876</u>	<u>\$708780</u>
19-24	<u>888972</u>	<u>792876</u>	<u>708780</u>
25-29	<u>888972</u>	<u>792876</u>	<u>708780</u>
30-34	<u>1,0201,128</u>	<u>9121,008</u>	<u>816900</u>
35-39	<u>1,1401,260</u>	<u>1,0201,128</u>	<u>900996</u>
40-44	<u>1,3801,524</u>	<u>1,2481,368</u>	<u>1,0921,200</u>
45-49	<u>1,7161,884</u>	<u>1,5361,692</u>	<u>1,3801,524</u>
50-54	<u>2,2082,424</u>	<u>1,9922,196</u>	<u>1,7641,944</u>
55-59	<u>2,8923,180</u>	<u>2,6162,880</u>	<u>2,3122,544</u>
60+	<u>3,5523,912</u>	<u>3,1923,516</u>	<u>2,8323,120</u>

MEDICARE PLAN - Females

Age Group	Zone 1	Zone 2	Zone 3
0-18	<u>\$888972</u>	<u>\$792876</u>	<u>\$708780</u>
19-24	<u>1,2241,344</u>	<u>1,1161,224</u>	<u>9721,068</u>
25-29	<u>1,2841,416</u>	<u>1,1561,272</u>	<u>1,0321,140</u>
30-34	<u>1,4041,548</u>	<u>1,2721,404</u>	<u>1,1281,236</u>
35-39	<u>1,5121,668</u>	<u>1,3681,500</u>	<u>1,2121,332</u>
40-44	<u>1,6801,848</u>	<u>1,5121,668</u>	<u>1,3321,464</u>
45-49	<u>1,9442,136</u>	<u>1,7521,932</u>	<u>1,5601,716</u>
50-54	<u>2,1842,400</u>	<u>1,9562,148</u>	<u>1,7521,932</u>
55-59	<u>2,4962,748</u>	<u>2,2442,472</u>	<u>1,9922,196</u>
60+	<u>2,9403,240</u>	<u>2,6402,904</u>	<u>2,3402,580</u>

SECTION 2. HFS 119.15 is amended to read:

HFS 119.15 INSURER ASSESSMENTS AND PROVIDER PAYMENT

RATES. (1) PURPOSE. This section implements s. 149.143 (2) (a) 3. and 4., Stats.


(2) INSURER ASSESSMENTS. The insurer assessments for the time period July 1, 1998 ~~January 1, 1999~~ through December 31, 1998 ~~June 30, 1999~~ total \$4,266,874 ~~\$4,043,589~~.

(3) PROVIDER PAYMENT RATES. The total adjustment to the provider payment rates for the time period July 1, 1998 ~~January 1, 1999~~ through December 31, 1998 ~~June 30, 1999~~ is \$4,266,874 ~~\$ 4,043,589~~.

The rules contained in this order shall take effect on the first day of the month following publication in the Wisconsin Administrative Register, as provided in s. 227.22 (2), Stats.

Wisconsin Department of Health and  
Family Services

Dated: June 30, 1999

By:   
\_\_\_\_\_  
Joseph Lee  
Secretary

SEAL: