

The Standard

Quarterly Report: Basic Life
Insurance:
Quarter Ending
September 30, 2021



Board Meeting Date: January 27, 2022

Page: 1

Report Table of Contents

| | |
|--|--------|
| Basic Life Insurance & Long Term Disability Executive Summary | Page 3 |
| Basic Life Insurance Claims by Plan Year and Participant Type | Page 4 |
| Basic Life Insurance Claims by Diagnostic Category | Page 4 |
| Basic Life Insurance Earned Premiums & Liability by Participant Type | Page 5 |
| Basic Life Retiree Insurance Earned Premiums & Liability by Participant Type | Page 6 |
| Claim Appeals | Page 7 |

Board Meeting Date: January 27, 2022

Page: 2



Basic Life Insurance Executive Summary

Most Recent Five Plan Years: July 01, 2017 to September 30, 2021

This is the initial report for the 2021-22 plan year, providing information for the most recent 5-year plan period, beginning July 1, 2017 and ending September 30, 2021.

Basic Life

Because this is the first report for the plan year, there's not much to report on an incidence basis for Basic Life. Incidence (page 4) is reported on an incurred rather than paid basis. There were 6 employee claims incurred during the first quarter, along with 11 retiree claims. For the recently completed 2020-21 plan year, the overall Basic Life incidence was up, 9.2 claims per 1,000 insureds compared to a most recent for five-year average of 8.76. Incidence for both employees and retirees contributed to those results with active employees at 2.5 claims and retirees at 20.6 claims per 1,000, compared to five-year averages of 1.92 and 19.68, respectively.

For the first quarter, the Basic Life loss ratio for active employees (page 5) was 6%. For the 2020-21 plan year, the loss ratio for active employees was 33%, a slight increase from the prior year which was 27%. Retirees resulted in a 404% loss ratio for the most recent quarter, compared to a 345% loss ratio for the 2020-21 plan year. Overall, the most recent quarter's combined Basic Life loss ratio was 101%, compared to most recent 2020-21 plan year loss ratio of 105%.



Basic Life Insurance Claims by Plan Year and Participant Type

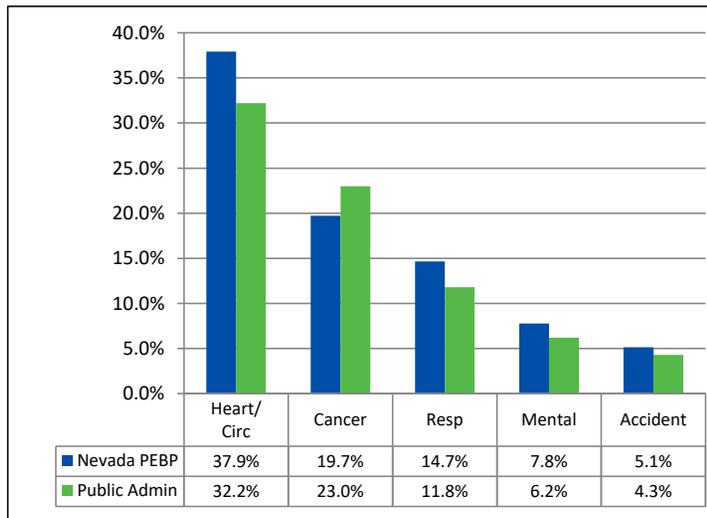
Most Recent Five Plan Years: July 01, 2017 to September 30, 2021

| Participant Type | From Jul-17 | | From Jul-18 | | From Jul-19 | | From Jul-20 | | From Jul-21 | |
|------------------|----------------|------------|----------------|------------|----------------|------------|----------------|------------|----------------|------------|
| | Through Jun-18 | | Through Jun-19 | | Through Jun-20 | | Through Jun-21 | | Through Jun-22 | |
| Participant Type | Count | Inc./ 1000 |
| Actives | 41 | 1.6 | 47 | 1.8 | 47 | 1.7 | 66 | 2.5 | 6 | 0.2 |
| Retirees | 295 | 19.5 | 279 | 17.8 | 298 | 18.9 | 328 | 20.6 | 11 | 0.7 |
| Totals | 336 | 8.6 | 326 | 8.1 | 345 | 8.4 | 394 | 9.2 | 17 | 0.4 |

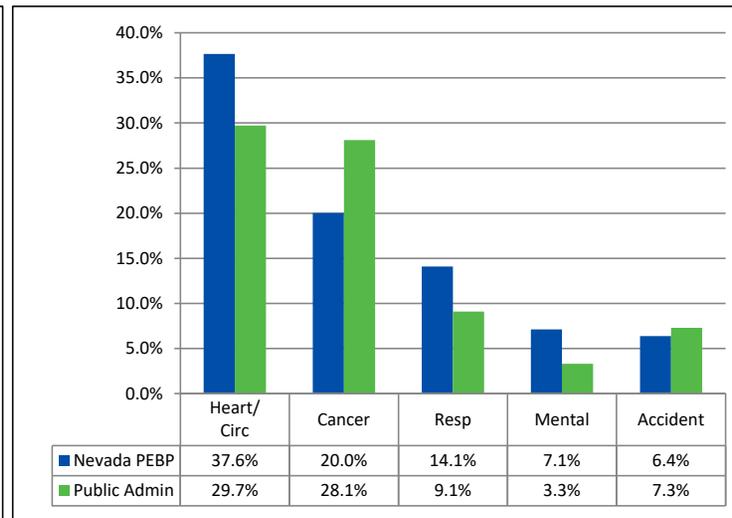
Basic Life Insurance Claims by Diagnostic Category

Public Admin benchmark is from SIC book of business for most recent 5 calendar years

Top Five Diagnostic Categories by Incidence



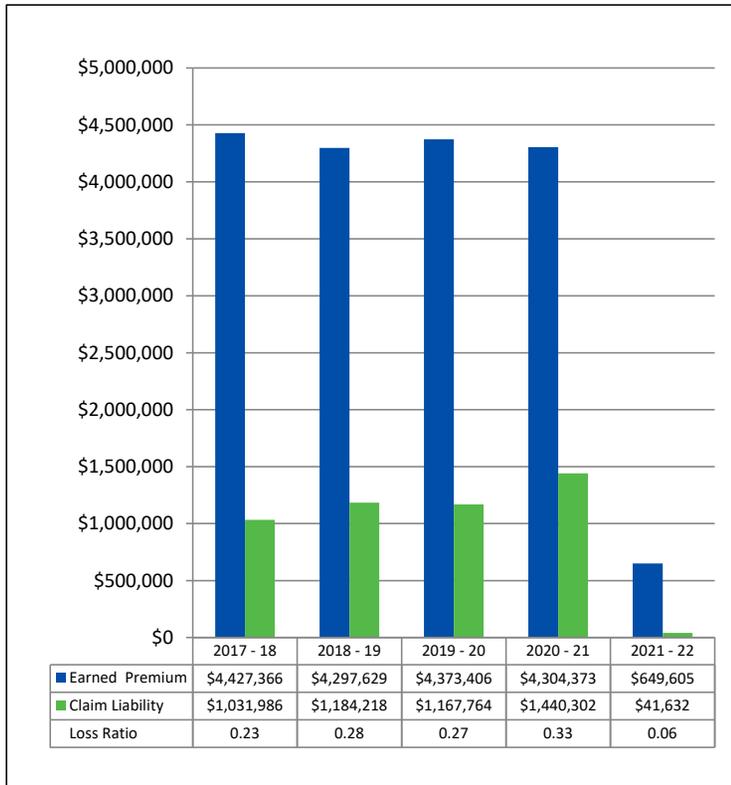
Top Five Diagnostic Categories by Liability



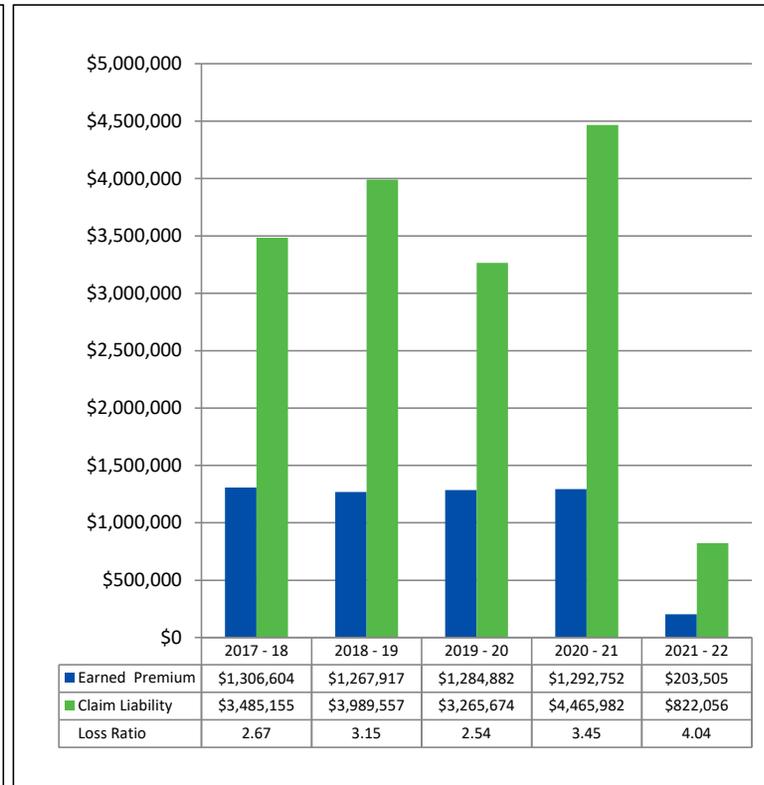
Basic Life Insurance Earned Premiums & Liability by Participant Type

Most Recent Five Plan Years: July 01, 2017 to September 30, 2021

Active Participants



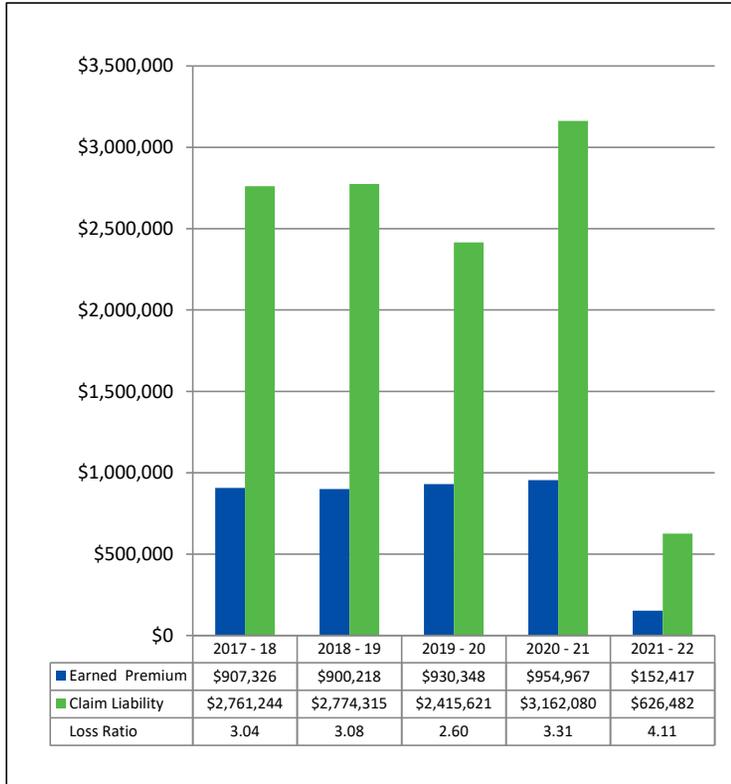
Retired Participants



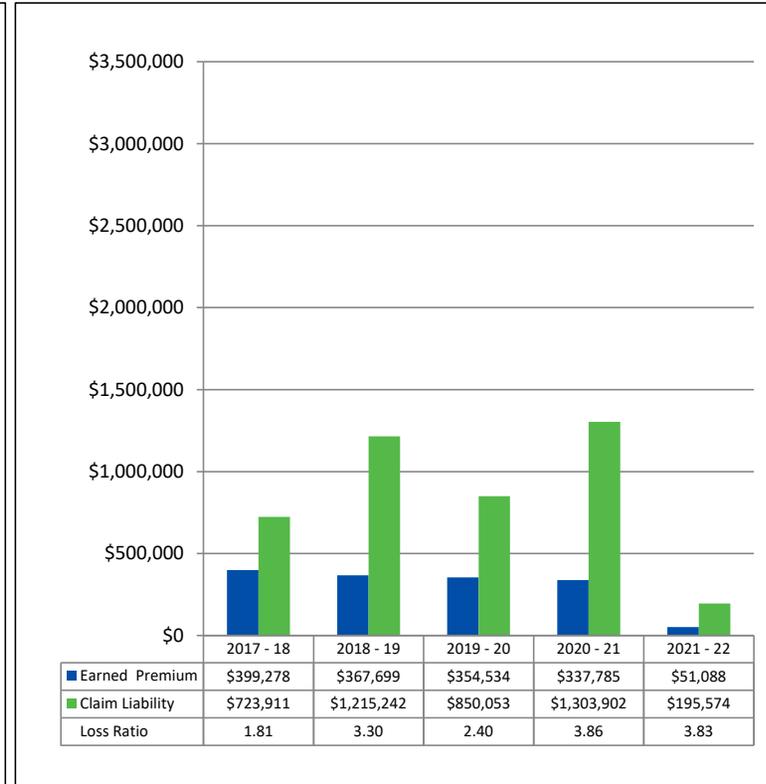
Basic Life Retiree Insurance Earned Premiums & Liability by Participant Type

Most Recent Five Plan Years: July 01, 2017 to September 30, 2021

State Retired Participants



Non-State Retired Participants



Claim Appeals

Quarterly Update for Plan Year to Date July 01, 2021 to September 30, 2021

| | In Process | Decision | Decision | Total |
|------------------------------|------------|----------|-----------|----------|
| | | Upheld | Overtured | |
| Claim Appeals | | | | |
| Life Insurance Claims | 0 | 0 | 0 | 0 |
| Short-Term Disability Claims | 0 | 0 | 0 | 0 |
| Total Appeals | 0 | 0 | 0 | 0 |
| | | | | |

Board Meeting Date: January 27, 2022

Page: 7

