

SERFF Tracking Number: AGLA-126530013 State: Arkansas  
Filing Company: American General Life and Accident Insurance Company State Tracking Number: 45173  
Company Tracking Number: LC 718 7-1-70, ET AL  
TOI: H071 Individual Health - Specified Disease - Limited Benefit Sub-TOI: H071.002A Dread Disease - Cancer Only  
Product Name: Premium Rate Increase for LC 718 7-1-70 et al  
Project Name/Number: Premium rate Increase for LC 718 7-1-70 et al/LC 718 7-1-70 et al

## Filing at a Glance

Company: American General Life and Accident Insurance Company  
Product Name: Premium Rate Increase for LC 718 7-1-70 et al SERFF Tr Num: AGLA-126530013 State: Arkansas  
TOI: H071 Individual Health - Specified Disease - Limited Benefit SERFF Status: Closed-Approved- Closed State Tr Num: 45173  
Sub-TOI: H071.002A Dread Disease - Cancer Only Co Tr Num: LC 718 7-1-70, ET AL State Status: Approved-Closed  
Filing Type: Rate Reviewer(s): Rosalind Minor  
Author: Hyacinth Prince Disposition Date: 04/05/2010  
Date Submitted: 03/12/2010 Disposition Status: Approved-Closed  
Implementation Date Requested: On Approval Implementation Date:  
State Filing Description:

## General Information

Project Name: Premium rate Increase for LC 718 7-1-70 et al Status of Filing in Domicile: Pending  
Project Number: LC 718 7-1-70 et al Date Approved in Domicile:  
Requested Filing Mode: Review & Approval Domicile Status Comments:  
Explanation for Combination/Other: Market Type: Individual  
Submission Type: New Submission Group Market Size:  
Overall Rate Impact: Group Market Type:  
Filing Status Changed: 04/05/2010 Explanation for Other Group Market Type:  
State Status Changed: 04/05/2010  
Deemer Date: Created By: Hyacinth Prince  
Submitted By: Hyacinth Prince Corresponding Filing Tracking Number:  
Filing Description:

100% Premium Rate Increase for Family Cancer Medical Expense Plans  
Policy Form LC 718 7-1-70 and LC 718 Rev 6-1-76

50% Premium Rate Increase for Family Cancer Medical Expense Plans

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Policy Form LC 718 12/78 and LC 718 7/81-S

A revised schedule of premium rates and supporting actuarial memorandum for the above referenced policy forms is enclosed.

Form LC 718 7-1-70 was issued by Life and Casualty insurance Company of Tennessee starting in 1970. It was replaced by LC 718 Rev. 6-1-76, which was sold until 1980. Life and Casualty Insurance Company of Tennessee was merged with Gulf Life Insurance Company at year-end 1991. Gulf Life was merged with American General Life and Accident Insurance Company at year-end 1995. As explained in the enclosed actuarial memorandum, the experience was combined for both forms for this filing. There were 131 policies of form LC 718 7-1-70 and LC 718 Rev 6-1-76 in force as of 12/31/09. We are requesting a 100% rate increase on these forms.

Form LC 718 12/78 was issued by Life and Casualty Insurance Company of Tennessee beginning in 1979 and was subsequently replaced with the simplified language version, form LC 718 7/81-S. Life and Casualty Insurance Company of Tennessee has since merged with American General Life and Accident Insurance Company as described above. Therefore, experience was combined for both forms for this filing. There were 121 policies of forms LC 718 12/78 and LC 718 7/81-S in force as of 12/31/09. We are requesting a 50% rate increase on these forms.

Appendices A-E display the past and projected experience of the referenced forms. Past experience is from inception. Experience for Forms LC 718 7-1-70 and LC 718 Rev. 6-1-76 has been extremely poor, and therefore the rate increase request for these forms (100%) is higher than for forms LC 718 12/78 and LC 718 7/81-S (50%). Also, please note that as can be seen in the attached premium rate sheets, the current premiums for forms LC 718 7-1-70 and LC 718 Rev 6-1-76 are much lower than for forms LC 718 12/78 and LC 718 7/81-S.

## Company and Contact

### Filing Contact Information

Kathryn Mitchell, Kathryn.Mitchell@aglife.com  
American General Center 615-749-1139 [Phone]  
Nashville, TN 37250-0001

### Filing Company Information

American General Life and Accident Insurance CoCode: 66672 State of Domicile: Tennessee  
Company  
American General Center Group Code: Company Type: L&H  
Nashville, TN 37250-0001 Group Name: State ID Number:

SERFF Tracking Number: AGLA-126530013 State: Arkansas  
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(615) 749-1139 ext. [Phone] FEIN Number: 62-0306330

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**Filing Fees**

Fee Required? Yes  
Fee Amount: \$200.00  
Retaliatory? No  
Fee Explanation:  
4 rate filing forms X \$50 = \$200.00  
Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
American General Life and Accident Insurance Company	\$200.00	03/12/2010	34819429

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## Correspondence Summary

### Dispositions

Status	Created By	Created On	Date Submitted
Approved-Closed	Rosalind Minor	04/05/2010	04/05/2010

### Objection Letters and Response Letters

Objection Letters				Response Letters		
Status	Created By	Created On	Date Submitted	Responded By	Created On	Date Submitted
Pending Industry Response	Rosalind Minor	03/19/2010	03/19/2010	Hyacinth Prince	03/30/2010	03/30/2010

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## Disposition

Disposition Date: 04/05/2010

Implementation Date:

Status: Approved-Closed

Comment:

We have approved a 15% level rate increase on your submission. The approval is subject to the following conditions:

1. Rate increases will not be given prior to the first annual anniversary date of any policy.
2. After the first annual anniversary date of any policy, increases will not be given more frequently than once in a twelve (12) month period.
3. All increases in rates, other than a change in age or an individual moving to another geographical area, must be submitted to our Department for approval

Rate data does NOT apply to filing.

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Schedule	Schedule Item	Schedule Item Status	Public Access
<b>Supporting Document (revised)</b>	Health - Actuarial Justification	Approved-Closed	No
<b>Supporting Document</b>	Health - Actuarial Justification	Replaced	No
<b>Supporting Document (revised)</b>	AR Serff Information	Approved-Closed	No
<b>Supporting Document</b>	AR Serff Information	Replaced	No
<b>Supporting Document</b>	2009 CancerGR Experience Exhibit, Apdx A-E	Approved-Closed	No
<b>Rate (revised)</b>	100% Premium Rate Increase for Family Cancer Medical Expense Plans	Approved-Closed	No
<b>Rate</b>	100% Premium Rate Increase for Family Cancer Medical Expense Plans	Replaced	No
<b>Rate (revised)</b>	50% Premium Rate Increase for Family Cancer Medical Expense Plans	Approved-Closed	No
<b>Rate</b>	50% Premium Rate Increase for Family Cancer Medical Expense Plans	Replaced	No

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## Objection Letter

Objection Letter Status Pending Industry Response  
Objection Letter Date 03/19/2010  
Submitted Date 03/19/2010  
Respond By Date  
Dear Kathryn Mitchell,

This will acknowledge receipt of the captioned filing.

### Objection 1

- Health - Actuarial Justification (Supporting Document)

Comment: Our Department has been working with insurance companies on the rate increases which they are submitting to our Department.

The majority of the companies have been filing rate increases in excess of 15% on specified disease policies and other limited benefit policies. Our Department is requesting that the companies consider no more than a 15% increase due to substantial increases in past years and/or the impact that another increase would have on the insureds during this difficult economic time.

If you accept the 15%, please provide a revised actuarial memorandum along with the revised rates.

We appreciate your understanding and cooperation.

Please feel free to contact me if you have questions.

Sincerely,  
Rosalind Minor

## Response Letter

Response Letter Status Submitted to State  
Response Letter Date 03/30/2010  
Submitted Date 03/30/2010

Dear Rosalind Minor,

SERFF Tracking Number: AGLA-126530013 State: Arkansas  
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**Comments:**

Thank you for your review of the referenced filing.

**Response 1**

Comments: We are pleased to accept your offer of a 15% rate increase on each block of business being submitted. Revised rate sheets and actuarial memorandum are attached.

**Related Objection 1**

Applies To:

- Health - Actuarial Justification (Supporting Document)

Comment:

Our Department has been working with insurance companies on the rate increases which they are submitting to our Department.

The majority of the companies have been filing rate increases in excess of 15% on specified disease policies and other limited benefit policies. Our Department is requesting that the companies consider no more than a 15% increase due to substantial increases in past years and/or the impact that another increase would have on the insureds during this difficult economic time.

If you accept the 15%, please provide a revised actuarial memorandum along with the revised rates.

We appreciate your understanding and cooperation.

**Changed Items:**

**Supporting Document Schedule Item Changes**

Satisfied -Name: Health - Actuarial Justification

Comment:

Satisfied -Name: AR Serff Information

Comment:

No Form Schedule items changed.

**Rate/Rule Schedule Item Changes**

**Document Name: Affected Form Numbers: Rate Action: Rate Action Information: Attach Document:**

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Project Name/Number: Premium rate Increase for LC 718 7-1-70 et al/LC 718 7-1-70 et al  
100% Premium LC 718 7-1-70 and LC 718 New Previous State Filing Number  
Rate Increase for Rev 6-1-76  
Family Cancer  
Medical Expense  
Plans

0

**Previous Version**

100% Premium LC 718 7-1-70 and LC 718 New Previous State Filing Number  
Rate Increase for Rev 6-1-76  
Family Cancer  
Medical Expense  
Plans

0

50% Premium LC 718 12/78 and LC 718 New Previous State Filing Number  
Rate Increase for 7/81-S  
Family Cancer  
Medical Expense  
Plans

0

**Previous Version**

50% Premium LC 718 12/78 and LC 718 Other Previous State Filing Number  
Rate Increase for 7/81-S  
Family Cancer  
Medical Expense  
Plans

Rate Action Other Explanation

0

If I may be of further assistance, please let me know.

Sincerely,  
Hyacinth Prince