

SERFF Tracking Number: CELT-128462910 State: Arkansas  
 Filing Company: Celtic Insurance Company State Tracking Number:  
 Company Tracking Number: I5-598-00231  
 TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider (PPO)  
 Product Name: High Deductible Health Plans 3.1  
 Project Name/Number: /

## Filing at a Glance

Company: Celtic Insurance Company  
 Product Name: High Deductible Health Plans 3.1 SERFF Tr Num: CELT-128462910 State: Arkansas  
 TOI: H16I Individual Health - Major Medical SERFF Status: Closed-Approved- Closed State Tr Num:  
 Sub-TOI: H16I.005A Individual - Preferred Provider (PPO) Co Tr Num: I5-598-00231 State Status: Approved-Closed  
 Filing Type: Rate Reviewer(s): Rosalind Minor, Donna Lambert  
 Author: Juan Guerra Disposition Date: 06/18/2012  
 Date Submitted: 06/08/2012 Disposition Status: Approved-Closed  
 Implementation Date Requested: 10/01/2012 Implementation Date: 10/01/2012  
 State Filing Description:

## General Information

Project Name: Status of Filing in Domicile: Not Filed  
 Project Number: Date Approved in Domicile:  
 Requested Filing Mode: File & Use Domicile Status Comments:  
 Explanation for Combination/Other: Market Type: Individual  
 Submission Type: New Submission Individual Market Type:  
 Overall Rate Impact: Filing Status Changed: 06/18/2012  
 State Status Changed: 06/18/2012  
 Deemer Date: Created By: Daniel Martinez  
 Submitted By: Juan Guerra Corresponding Filing Tracking Number:  
 PPACA: Non-Grandfathered Immed Mkt Reforms  
 PPACA Notes: null  
 Healthcare.gov ID:  
 Filing Description:  
 June 7, 2012

NAIC #80799

SERFF Tracking Number: CELT-128462910 State: Arkansas  
Filing Company: Celtic Insurance Company State Tracking Number:  
Company Tracking Number: I5-598-00231  
TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider  
(PPO)  
Product Name: High Deductible Health Plans 3.1  
Project Name/Number: /  
FEIN #06-0641618

Jay Bradford, Commissioner  
Department of Insurance  
1200 W. Third Street  
Little Rock, AR 72201

Re: RATE FILING  
I5-598-00231-AR (High deductible Health Plan 3.1)

Dear Mr. Bradford:

Enclosed for your information is an actuarial memorandum and new rates for the above referenced form as required by Arkansas statute.

The changes from our HSA 3.0 and HSA 3.1 are an adjustment to the age slope of the base rates, separation of the preventive care base rates from the medical base rates and smoker rate-ups are now based on age. The experience of our products was reviewed to determine the proper age slope and the HSA 3.0 age slope was changed to more closely reflect the experience. For HSA 3.1, benefits were changed to include an additional annual deductible option and coinsurance option, increase the stop loss amounts, and increase the family discount. The plan will be marketed for effective dates starting 10/01/2012.

If you have any questions or require additional information regarding this submission, please contact me at the number listed below.

Sincerely,

Juan J. Guerra  
Senior Contract Analyst  
(312) 332-8331  
(312) 441-0822 –Fax  
jguerra@celtic-net.com

SERFF Tracking Number: CELT-128462910 State: Arkansas  
 Filing Company: Celtic Insurance Company State Tracking Number:  
 Company Tracking Number: I5-598-00231  
 TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider (PPO)  
 Product Name: High Deductible Health Plans 3.1  
 Project Name/Number: /

State Narrative:

## Company and Contact

### Filing Contact Information

Juan Guerra, Senior Contract Analyst jguerra@celtic-net.com  
 Sears Tower 312-332-8331 [Phone]  
 233 South Wacker Drive, Suite 700 312-441-0822 [FAX]  
 Chicago, IL 60606

### Filing Company Information

Celtic Insurance Company CoCode: 80799 State of Domicile: Illinois  
 Sears Tower Group Code: 1295 Company Type: LAH  
 233 South Wacker Drive, Suite 700 Group Name: State ID Number:  
 Chicago, IL 60606 FEIN Number: 06-0641618  
 (312) 332-5401 ext. [Phone]

## Filing Fees

Fee Required? Yes  
 Fee Amount: \$50.00  
 Retaliatory? No  
 Fee Explanation:  
 Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Celtic Insurance Company	\$50.00	06/08/2012	59994559

SERFF Tracking Number: *CELT-128462910* State: *Arkansas*  
 Filing Company: *Celtic Insurance Company* State Tracking Number:  
 Company Tracking Number: *I5-598-00231*  
 TOI: *H16I Individual Health - Major Medical* Sub-TOI: *H16I.005A Individual - Preferred Provider (PPO)*  
 Product Name: *High Deductible Health Plans 3.1*  
 Project Name/Number: */*

## Correspondence Summary

### Dispositions

Status	Created By	Created On	Date Submitted
Approved-Closed	Rosalind Minor	06/18/2012	06/18/2012
Approved-Closed	Rosalind Minor	06/12/2012	06/12/2012

### Amendments

Schedule	Schedule Item Name	Created By	Created On	Date Submitted
Supporting Document	Health - Actuarial Justification	Juan Guerra	06/18/2012	06/18/2012

SERFF Tracking Number: CELT-128462910 State: Arkansas  
 Filing Company: Celtic Insurance Company State Tracking Number:  
 Company Tracking Number: I5-598-00231  
 TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider (PPO)  
 Product Name: High Deductible Health Plans 3.1  
 Project Name/Number: /

## Disposition

Disposition Date: 06/18/2012  
 Implementation Date: 10/01/2012  
 Status: Approved-Closed  
 HHS Status: HHS Approved  
 State Review: Reviewed by Actuary  
 Comment:

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where required):	Minimum % Change (where required):
Celtic Insurance Company	0.000%	0.000%	\$0	0	\$0	0.000%	0.000%
	<b>Percent Change Approved:</b>						
	<b>Minimum:</b>	%	<b>Maximum:</b>	%	<b>Weighted Average:</b>		%

SERFF Tracking Number: *CELT-128462910* State: *Arkansas*  
 Filing Company: *Celtic Insurance Company* State Tracking Number:  
 Company Tracking Number: *I5-598-00231*  
 TOI: *H16I Individual Health - Major Medical* Sub-TOI: *H16I.005A Individual - Preferred Provider (PPO)*  
 Product Name: *High Deductible Health Plans 3.1*  
 Project Name/Number: */*

<b>Schedule</b>	<b>Schedule Item</b>	<b>Schedule Item Status</b>	<b>Public Access</b>
<b>Supporting Document (revised)</b>	Health - Actuarial Justification	Approved-Closed	No
<b>Supporting Document</b>	Health - Actuarial Justification	Replaced	No
<b>Supporting Document</b>	Rate Summary Worksheet	Approved-Closed	Yes
<b>Supporting Document</b>	Consumer Disclosure Form	Approved-Closed	Yes

SERFF Tracking Number: *CELT-128462910* State: *Arkansas*  
 Filing Company: *Celtic Insurance Company* State Tracking Number:  
 Company Tracking Number: *I5-598-00231*  
 TOI: *H16I Individual Health - Major Medical* Sub-TOI: *H16I.005A Individual - Preferred Provider (PPO)*  
 Product Name: *High Deductible Health Plans 3.1*  
 Project Name/Number: */*

## Disposition

Disposition Date: 06/12/2012  
 Implementation Date: 10/01/2012  
 Status: Approved-Closed  
 HHS Status: HHS Approved  
 State Review: Reviewed by Actuary  
 Comment:

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where required):	Minimum % Change (where required):
Celtic Insurance Company	0.000%	0.000%	\$0	0	\$0	0.000%	0.000%
	<b>Percent Change Approved:</b>						
	<b>Minimum:</b>	%	<b>Maximum:</b>	%	<b>Weighted Average:</b>		%

SERFF Tracking Number: *CELT-128462910* State: *Arkansas*  
 Filing Company: *Celtic Insurance Company* State Tracking Number:  
 Company Tracking Number: *I5-598-00231*  
 TOI: *H16I Individual Health - Major Medical* Sub-TOI: *H16I.005A Individual - Preferred Provider (PPO)*  
 Product Name: *High Deductible Health Plans 3.1*  
 Project Name/Number: */*

<b>Schedule</b>	<b>Schedule Item</b>	<b>Schedule Item Status</b>	<b>Public Access</b>
<b>Supporting Document (revised)</b>	Health - Actuarial Justification	Approved-Closed	No
<b>Supporting Document</b>	Health - Actuarial Justification	Replaced	No
<b>Supporting Document</b>	Rate Summary Worksheet	Approved-Closed	Yes
<b>Supporting Document</b>	Consumer Disclosure Form	Approved-Closed	Yes

SERFF Tracking Number: CELT-128462910 State: Arkansas  
Filing Company: Celtic Insurance Company State Tracking Number:  
Company Tracking Number: I5-598-00231  
TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider  
(PPO)  
Product Name: High Deductible Health Plans 3.1  
Project Name/Number: /

**Amendment Letter**

Submitted Date: 06/18/2012

**Comments:**

The child rate reflected in the base rates table was the prior version of this product. This is now reflecting the correct child rate for this product.

**Changed Items:**

**Supporting Document Schedule Item Changes:**

**Satisfied -Name: Health - Actuarial Justification**

Comment: Attached is a revised copy of High Deductible Health Plans 3.1.

AR-MemorandumHD31-New.pdf

SERFF Tracking Number: CELT-128462910 State: Arkansas  
 Filing Company: Celtic Insurance Company State Tracking Number:  
 Company Tracking Number: I5-598-00231  
 TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider (PPO)  
 Product Name: High Deductible Health Plans 3.1  
 Project Name/Number: /

## Rate Information

Rate data applies to filing.

Filing Method: SERFF  
 Rate Change Type: Neutral  
 Overall Percentage of Last Rate Revision: 0.000%  
 Effective Date of Last Rate Revision:  
 Filing Method of Last Filing: NA

## Company Rate Information

Company Name:	Company Rate Change:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where required):	Minimum % Change (where required):
Celtic Insurance Company	New Product	0.000%	0.000%	\$0	0	\$0	0.000%	0.000%
<b>Product Type:</b>	<b>HMO</b>	<b>PPO</b>	<b>EPO</b>	<b>POS</b>	<b>HSA</b>	<b>HDHP</b>	<b>FFS</b>	<b>Other</b>
<b>Covered Lives:</b>								
<b>Policy Holders:</b>								

SERFF Tracking Number: CELT-128462910 State: Arkansas  
Filing Company: Celtic Insurance Company State Tracking Number:  
Company Tracking Number: I5-598-00231  
TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider (PPO)  
Product Name: High Deductible Health Plans 3.1  
Project Name/Number: /

## Rate Review Details

### COMPANY:

Company Name: Celtic Insurance Company  
HHS Issuer Id: 62141  
Product Names: High Deductible Health Plans 3.1  
Trend Factors: Trend assumptions to be used in future adjustment of rates will be based on claims costs of this and similar Celtic policies as well as various indices and published journals concerning health care costs, including the Medical Cost component of the Consumer Price Index, Buck Consultants' Trend Survey, Oliver Wyman's Carrier Trend Report and Milliman's Health Cost Index. Current trend factor is +2.4% per quarter.

### FORMS:

New Policy Forms:  
Affected Forms:  
Other Affected Forms: I5-598-00231

### REQUESTED RATE CHANGE

#### INFORMATION:

Change Period: Annual  
Member Months: 0  
Benefit Change: None  
Percent Change Requested: Min: 0.0 Max: 0.0 Avg: 0.0

#### PRIOR RATE:

Total Earned Premium: 0.00  
Total Incurred Claims: 0.00  
Annual \$: Min: 0.00 Max: 0.00 Avg: 0.00

#### REQUESTED RATE:

SERFF Tracking Number: CELT-128462910 State: Arkansas  
Filing Company: Celtic Insurance Company State Tracking Number:  
Company Tracking Number: I5-598-00231  
TOI: H16I Individual Health - Major Medical Sub-TOI: H16I.005A Individual - Preferred Provider (PPO)  
Product Name: High Deductible Health Plans 3.1  
Project Name/Number: /  
Projected Earned Premium: 0.00  
Projected Incurred Claims: 0.00  
Annual \$: Min: 0.00 Max: 0.00 Avg: 0.00

SERFF Tracking Number: *CELT-128462910* State: *Arkansas*  
 Filing Company: *Celtic Insurance Company* State Tracking Number:  
 Company Tracking Number: *I5-598-00231*  
 TOI: *H16I Individual Health - Major Medical* Sub-TOI: *H16I.005A Individual - Preferred Provider (PPO)*  
 Product Name: *High Deductible Health Plans 3.1*  
 Project Name/Number: */*

## Supporting Document Schedules

	<b>Item Status:</b>	<b>Status Date:</b>
<b>Satisfied - Item:</b> Health - Actuarial Justification <b>Comments:</b> Attached is a revised copy of High Deductible Health Plans 3.1. <b>Attachment:</b> AR-MemorandumHD31-New.pdf	Approved-Closed	06/18/2012

	<b>Item Status:</b>	<b>Status Date:</b>
<b>Bypassed - Item:</b> Rate Summary Worksheet <b>Bypass Reason:</b> New filing. Rate summary worksheet not applicable. <b>Comments:</b>	Approved-Closed	06/12/2012

	<b>Item Status:</b>	<b>Status Date:</b>
<b>Bypassed - Item:</b> Consumer Disclosure Form <b>Bypass Reason:</b> New filing. Consumer disclosure form not applicable. <b>Comments:</b>	Approved-Closed	06/12/2012

SERFF Tracking Number: *CELT-128462910* State: *Arkansas*  
 Filing Company: *Celtic Insurance Company* State Tracking Number:  
 Company Tracking Number: *I5-598-00231*  
 TOI: *H16I Individual Health - Major Medical* Sub-TOI: *H16I.005A Individual - Preferred Provider (PPO)*  
 Product Name: *High Deductible Health Plans 3.1*  
 Project Name/Number: */*

## Superseded Schedule Items

Please note that all items on the following pages are items, which have been replaced by a newer version. The newest version is located with the appropriate schedule on previous pages. These items are in date order with most recent first.

<b>Creation Date:</b>	<b>Schedule</b>	<b>Schedule Item Name</b>	<b>Replacement Creation Date</b>	<b>Attached Document(s)</b>
06/08/2012		Supporting Health - Actuarial Justification Document	06/18/2012	AR-MemorandumHD31.pdf (Superseded)