

Grp 26



State of Wisconsin \ DEPARTMENT OF EMPLOYEE TRUST FUNDS

 Clyde M. Sullivan
 Secretary

 201 EAST WASHINGTON AVENUE
 MADISON, WISCONSIN 53702
 TELEPHONE 266-3285
 AREA CODE 608

July 27, 1973

IN REPLY REFER TO NO.:

 Mr. James J. Burke
 Revisor of Statutes
 411 West, State Capitol
 Madison, Wis. 53702

Dear Mr. Burke:

This is certification that the Group Insurance Board, following the notice required by statute, held a public hearing on Chapter Grp 26, Rules of the Group Insurance Board on May 18, 1973 in room 151, 201 East Washington Avenue, Madison, Wisconsin. The Group Insurance Board reviewed the proceedings of the hearing and on July 25, 1973 at a public meeting in room 151, 201 East Washington Avenue, Madison, Wisconsin adopted Chapter Grp 26, Rules of the Group Insurance Board pursuant to authority granted by s. 40.10 (1) Wis. Stats.

I hereby certify that the attached Chapter Grp 26 is a true and accurate copy of the rules adopted by the Group Insurance Board at its public meeting on July 25, 1973 in room 151, 201 East Washington Avenue, Madison, Wisconsin.

I am hereby requesting that notification of the adoption of Chapter Grp 26 be published in the Wisconsin Administrative Register to be effective on the first day of the month following publication.

Sincerely,

 John R. Sumnicht, Director
 Group Insurance Bureau

 JRS:eg
 Enclosure

CHAPTER GRP 26

APPROVAL OF GROUP INSURANCE PLANS
FOR STATE EMPLOYEES

Grp 26.01 Group Insurance Board Approval. In addition to group insurance plans provided by the Group Insurance Board under section 40.10, Wis. Stats., pursuant to section 20.921 (1)(a) 3, Wis. Stats., the board shall approve or disapprove group insurance plans for which payment of premiums is made through payroll deductions. All such group insurance plans in effect on June 1, 1973 shall be deemed approved by the board pursuant to Grp 26.02, provided such plans are filed with the board not later than 30 days after the effective date of the rule.

Grp 26.02 Criteria For Approval. (1) The board shall determine after notice and hearing whether the group insurance plan fulfills an important coverage need through consideration of but not limited to the following factors:

- a. Number of employes affected
- b. Amount and variation in premiums
- c. Adequacy of other approved coverage providing the same or similar protection
- d. Duration of contract
- e. History, performance and acceptance of the plan
- f. New or additional coverage provided

(2) The board shall determine whether the plan is adequately supervised through consideration of but not limited to the following factors:

- a. Continuing representation of employe participants with professional insurance guidance
- b. Maintenance of adequate statistical records relating to retentions, experience, premiums, participants and other data necessary for actuarial computations
- c. Procedures for negotiating coverage

Grp 26.03 Withdrawal of Board Approval. (1) Notwithstanding board approval granted to any plan under Grp 26.01, the board subsequently may withdraw its approval after notice and hearing upon finding that said plan does not meet the criteria established by Grp 26.02. (2) Such withdrawal of approval shall be effective, at the discretion of the board, on the first day of the month subsequent to issuance of a finding that said plan does not meet the criteria pursuant to subsection (1) or on the anniversary date of the contract under which such plan is provided.