

From: Baker, Josh  
To: Soura, Christian <ChristianSoura@gov.sc.gov>  
Date: 3/19/2013 3:17:24 PM  
Subject: FW: Fwd: Emailing: DOI Geographic  
Attachments: Rate Review Guidance-2-25-2013.pdf  
DOC001\_2.PDF

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From: Leslie Jones [mailto:LJones@doi.sc.gov]  
Sent: Tuesday, March 19, 2013 11:27 AM  
To: Raymond Farmer  
Cc: Gwen McGriff  
Subject: Re: Fwd: Emailing: DOI Geographic

Dear Director Farmer:

I think the letter looks great! I have no suggested changes.

As noted in Section IV. of the rate review guidance that was published on February 25, 2013 (See attached), Section 147.103 of the final market rule requires that states submit certain rating information to CMS generally to support the accuracy of the risk adjustment methodology. This includes information about the following, as applicable:

- The use of a narrower age rating ratio than 3:1 for adults age 21 and older.
- The use of a narrower tobacco rating ratio than 1.5:1 for individuals who legally use tobacco.
- The actual state-established or proposed rating areas.
- State-established age rating curves.
- In states with community rating, the use of uniform family tiers and corresponding multipliers.
- A requirement that premiums be based on average enrollee amounts in the small group market.
- Pursuant to §156.80(c), a decision to merge the individual and small group markets in a state into a single risk pool.

For states that do any of the above, the information must be submitted to CMS by no later than March 29, 2013. A state reporting form is attached as Appendix II that can be used by states to submit information regarding any of the state reporting items listed above. This form must be submitted by the State Department of Insurance or other applicable regulatory agency and signed by an authorized official. All reporting related to the state reporting items listed above should be submitted electronically to CMS at [marketreform@cms.hhs.gov](mailto:marketreform@cms.hhs.gov).

I have filled out the state reporting form dated for March 21, 2013. I have drafted it for your signature. You may wish to have someone with better hand writing than mine fill it out and/or change the date/contact information. Once you have signed the completed state reporting form, it should be submitted electronically to CMS at the e-mail address shown above no later than March 29, 2013.

Please let me know if you have any questions or if you would like to discuss this further.  
Thanks! Leslie

>>> Raymond Farmer 3/19/2013 10:27 AM >>>  
Leslie:

Please take a look at the attached letter prepared by Josh Baker and let me know if you have any suggested changes.

Obviously, I need a quick response.

Ray