

AmeRisk Consulting, LLC

ACTUARIAL VALUE CERTIFICATION

EverydayCARE® Hospitalization and EverydayCARE® Hospitalization PLUS Plans using Statesman Insurance

IDENTIFICATION

I, Gordon Thompson, am a Consulting Actuary with the firm AmeRisk Consulting, LLC. I am a Fellow of the Society of Actuaries, a Fellow of the Casualty Actuarial Society, and a Member of the American Academy of Actuaries, meeting its qualification standards for signing healthcare statements of actuarial opinion.

SCOPE

My review was limited to the actuarial value estimation for the following Statesman Insurance plans: EverydayCARE® Hospitalization and EverydayCARE® Hospitalization PLUS. The intended purpose of this statement is to indicate the equivalent Affordable Care Act (ACA) metal plan represented by the Statesman Insurance plans as they were presented to me. The intended users of this statement of actuarial opinion are the Company's Board of Directors, its management, and its regulators. My review was limited to the input of plan provisions into the AV Calculator Excel file provided by the Centers for Medicare and Medicaid Services (CMS) under the ACA and by inspection and did not include an analysis of theoretical projected or actual historical cash flows for the plans. In forming my opinion, I relied upon the plan information provided to me by Jarid Beck, with Risk Management Advisors.

FINDINGS

Based upon our inputs into the AV calculator, and inspection of plan provisions, we find that the EverydayCARE® Hospitalization plan has an estimated actuarial value of approximately 85% which corresponds with a Gold plan under the ACA. In addition, we find that the EverydayCARE® Hospitalization PLUS plan has an estimated actuarial value of approximately 90% which corresponds with a Platinum plan under the ACA.

CONDITIONS AND LIMITATIONS

It should be noted that actual utilization of the plans may differ from the estimates provided in the Actuarial Value estimates. It should also be noted that the AV calculator uses a wide range of consumers in a general population and may not be representative of the risks insured by Statesman Insurance.

Sincerely,



Gordon Thompson, FSA, FCAS, MAAA AmeRisk Consulting, LLC

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