

United of Omaha Life Insurance Company
July 14, 2022

SERFF #s: MUTA-132676906

Filing Summary:

United of Omaha Life Insurance Company requested approval to increase the premium an average of 53% on 229 policies from individual LTC form LTC06UI and an average of 79% on 1,082 policies from individual LTC form LTC09U. The actual request was staged over four years with a maximum increase of 25% in any given year.

Policy Series	# of Policies	Requested Increase in PA
LTC06UI	229	Aggregate 53%
LTC09U	1,082	Aggregate 79%
	1,311	73.4%

The Department approved the requested increase.

Effective date of rate change: Renewals on and after 7/14/2022.

The current policies in place are not generating sufficient premium to pay future claims to policyholders. This is a common problem for a number of insurers nationwide because policyholders are keeping their policies longer than expected and are living longer than projected. As a result, policyholders are using more benefits on average than the company anticipated when the policies were originally sold. This means the company has to pay out more for benefits than it originally projected.

In making this decision, the Department considered the projected loss ratio for each block of policy forms, that is, the projected total amount of benefits paid out versus the total amount of premium collected, the reasonableness of the assumptions the company used in its projections, and the company's financial situation. The Department also considered the financial impact this rate increase would pose to consumers, the past rate increases policyholders have faced, and the availability of options to limit the rate increase by reducing benefits.

The company is offering ways for policyholders to limit the rate increase by reducing benefits. The company will let you know your options when they contact you directly about this premium increase.

This Rate Filing Decision Summary is a tool to help explain the rate filing and does not describe all the factors considered as part of the Department's rate review.