ARIZONA STATE RETIREMENT SYSTEM
2011 Health Insurance Renewal Premiums
Retiree Only Premiums

	Medicare Eligible			Non-Medicare Eligible			
	MedicareComplete		Senior Supplement	HMO	PPO		
	Urban	Rural			Urban	Rural	Out of State
2010 Monthly Premiums	$158	$230	$342	$498	$662	$448	$700
2011 Initial Proposal	$190	$280	$342	$642	$1006	$853	$1019
% Increase	20.2%	21.7%	0%	28.9%	51.9%	90.4%	45.6%
2011 Final Proposal	$190	$260	$342	$583*	$583*	$583*	$817
% Increase	20.2%	13.0%	0%	17.1%	-11.9%	30.1%	16.7%

* The PacifiCare HMO and Choice Plus PPO plans for in-state, non-Medicare retirees are being replaced by the UnitedHealthcare Choice (in-network only) open access plan. It is similar to an HMO plan in that benefits are provide through co-payments rather than through co-insurance amounts and similar to a PPO plan in that retirees may access any provider in the network rather than requiring a Primary Care Physician to direct all medical care. The Choice Plus PPO provider network is identical to the UnitedHealthcare Choice provider network. As a result, Choice Plus PPO enrollees will be able to keep their current UnitedHealthcare contracted physicians in the UnitedHealthcare Choice plan. Though there is approximately a 92% crossover factor, some PacifiCare HMO enrollees may find that their physician(s) is not be contracted with UnitedHealthcare and will have to seek a new physician who is contracted with UnitedHealthcare in order to have their health insurance claims paid under the terms of the new Choice plan.