



**New York State Insurance Fund**  
**Procurement Unit**

---

June 15, 2011

The following (Q&A) will serve as Amendment #2 to NYSIF's Request for Proposals (RFP) for Modernization Billing and Collection System Solution, #2011-24-ITS. It came to my attention that the answer to question 22 was not complete in Amendment #1. Material in this Amendment supersedes any contradictory material in the RFP.

Please note that the due date for the submission of bids has not changed.

**All bids are due Thursday, June 23, 2011, by 2:00 p.m.(eastern).**

Sincerely,

Leslie Hepp  
Chief Clerk

| #  | Question                                                                                            | Answer                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|----|-----------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 22 | How does the billing process differ between a disability benefit policy and a worker's comp policy? | <p>The differences are minor, Disability does not enforce interest charges and the business rules for closing open accounting items are different. In addition, per the Statement of Statutory Accounting Principals (SSAP) Disability premium is determined based on SSAP 53 paragraph 3, Written premium is defined as the contractually determined amount charged by the reporting entity to the policyholder for the effective period of coverage based upon the expectation of risk, policy benefits, and expenses associated with the coverage provided by the terms of the insurance contract. Frequently, insurance contracts are subject to audit by the reporting entity and the amount of premium charged is subject to adjustment based on the actual exposure. Per the Statement of Statutory Accounting Principals (SSAP) , Workers' Compensation premium is determined based SSAP 53 paragraph 4 - For workers' compensation contracts, which have a premium that may periodically vary based upon changes in the activities of the insured, written premiums will be recorded on an installment basis to match the billing to the policyholder. Under this type of arrangement, the premium is determined and billed according to the frequency stated in the contract, and written premium is recorded on the basis of that frequency.</p> |