Becoming an Insurance Analyst

Insurance has been defined as a form of risk management that is primarily focused on evading risks of various contingent losses. This can also be stated as the equitable transfer of the threats related to losses of a particular and is done in exchange for a premium. The company which is selling insurance is known as the insurance company while the individuals who opt for such insurance policies are called insured. The insurance analyst is an individual who can work with any federal or private insurance companies, and is aware of the insurance laws and regulations. The job comes with its share of responsibilities, fame and a very competitive salary.

Job Responsibilities of an Insurance Analyst

Becoming an insurance analyst means that your job is going to be a time consuming and demanding one. This job profile requires extensive travel and prolonged hours of commitment. You can work in the area of health insurance or even life insurance and your main focus is to review the denied insurance claims. The job of the insurance analyst is to update and study grievance policies. The analyst also has to ensure that appeal had been in adherence with the procedures of the company. They have to monitor conformity with various federal and state norms, and maintain written correspondence the insurance company members or clients. The analyst has to ask a lot of questions and show concern over the denial of the claim.

Most of the times the analyst tries to attain a mid path solution for both the insured and insurance providers. The analyst also has to deal with financial data retrieval and then handle analysis resources. This is a profession for those who are streamlined and analytic. Insurance claims here can deal with life, health, property, or even accident insurance. As an analyst you will be receiving monthly updates concerning insurance data, and then you have to conduct management discussion and analysis. Some of the other responsibilities of the insurance analyst include general interrogatories, financial statements and plan desirable solutions for mishandled insurance claims.

The analyst has to make a report on the basis of which the insurance company and insured can get advice on communication. This is also called the claimant and claimant guidance communication. Dealing with file documentations, handling the direct market, acting as an interface between the clients and the insurance company are some of the job responsibilities of the insurance analyst. You should excel in researching documents and being aware about handling statistical data as there is no room for errors in these calculations.

Hence, the analyst deals with issues related to denied insurance claims and appeals. They can work in the sector of general insurance or choose any other specialized form like health insurance, auto insurance, life insurance, and other related forms.

Requirements

Academic and Training

To be an insurance analyst you should have a bachelor's degree in business management or statistical analysis. There are plenty of institutes that offer a diploma course in insurance, or you can also opt for training sessions from the insurance company you choose to work with. Those with expertise in risk management have an advantage over other competitors.

The candidate needs to have ample knowledge of the law of the state he decides to work in along with the rules and regulations and legal precedents in relation to Insurance Law. A background in Statistics, Mathematics, Finance and Accounting, Law or Risk Management can be helpful.

Skill Set

To be a successful insurance analyst you should have tremendous leadership skills. Even though your job is not a managerial one, there will be times when certain tasks can be delegated to other workers. The analytic skills of the analyst should be focused in details and
accuracy. Decision making and problem solving should be emphasized to ensure faster settlement of such claims. Having additional experience in computer applications can make the process of analysis much faster. Good communication skills in both written and verbal context are vital, along with handling interpersonal competencies.

Prior Experience

Employers may at times look for certified work experience including responsibilities like reporting of data, analysis, application of rules, regulations and statutes and experience in underwriting as well. Often experience in professional insurance work can get substituted for required education on a year for year basis. 1 month of experience is equivalent to 3 semesters or 4 quarter hours.

Employment Outlook

Career Prospects (globally)

The growth of employment opportunities in this field is expected to be at a pace slower than the average jobs in the market. But according to experts, the job prospects are still anticipated to remain positive thanks to the continual turnover that this occupation characterizes. The demand for insurance analysts will improve as more and more corporate houses are trying to restore profitability to make up for the losses in the prior and current years of recession.

Salaries

An insurance analyst is a high paying job, and entry level salaries range from $30,000 to $40,000 per year. Those with experience in the following industry can earn about $70,000 to $90,000 per year.

This sector provides umpteen opportunities for individuals who are able to analyze data. However, analysis with effective problem solving skills can create some advantageous prospects for you.