

Rate Change Summary

Pennsylvania Health & Wellness, Inc. – Individual Plans

Rate request filing ID # CECO-132819212- This document is prepared by the insurance company submitting the rate filing as a consumer tool to help explain the rate filing. It is not intended to describe or include all factors or information considered in the review process. For more information, see the filing at <https://www.insurance.pa.gov/Consumers/HealthInsuranceFilings/Pages/ACA-Health-Rate-Filings.aspx>

Overview

Initial requested average rate change:	-7.39% ¹
Revised requested average rate change:	N/A
Range of requested rate change:	-17.91% to -5.66%
Effective date:	January 1, 2022
Mapped Members:	4,433
Available in:	Rating Areas 3, 6, 7, 8

Key information

Jan. 2020-Dec. 2020 financial experience

Premiums	\$24,176,109
Claims	\$8,346,107
Administrative expenses	\$1,902,827
Taxes & fees	\$2,571,486
Company made (after taxes)	\$11,355,689

How it plans to spend your premium

This is how the insurance company plans to spend the premium it collects in 2022:

Claims:	81.29%
Administrative:	12.87%
Taxes & fees:	3.89%
Profit:	1.95%

The company expects its annual medical costs to increase 10.37%.

Explanation of requested rate change

Factors such as cost of care, taxes, utilization of health services, proposed changes in benefits, anticipated changes in morbidity in relation to the single risk pool, and updated expectations regarding the impacts of COVID-19 in the rating period, all contribute to the 2022 rate change.

¹ Note that the Initial requested average rate change reflects the insurer's rate change request, in July, after they have received updated information about the impact of a federal program called risk adjustment and finalization of the reinsurance program parameters.