

Rate Change Summary

Highmark Inc. – Individual Plans

Rate request filing ID # HGHM-132820364 - 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:	0.3%
Revised requested average rate change:	N/A ¹
Range of requested rate change:	-16.8% to 17.6%
Effective date:	January 1, 2022
People impacted:	35,091
Available in:	Rating Areas 1, 2, 4, 5, 6, 7, and 9

Key information

Jan. 2020-Dec. 2020 financial experience

Premiums	\$226,033,994
Claims	\$168,416,955
Administrative expenses	\$19,607,291
Taxes & fees	\$6,991,240
Company made (after taxes)	\$31,018,508

How it plans to spend your premium

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

Claims:	89%
Administrative:	8%
Taxes & fees:	3%
Profit:	0%

The company expects its annual medical costs to increase **7.2%**.

Explanation of requested rate change

The proposed average rate change is being driven by changes in the base claims experience, trend, retention, and the ongoing anticipated impact of Covid-19.

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.