

## Highmark Benefits Group – Individual Plans

Rate request filing ID # HGHM-133630384 – 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 request average rate change:	17.9%
Revised requested average rate change: <sup>1</sup>	17.9%
Range of requested:	15.4% to 21.5%
Effective date:	January 1st, 2024
Mapped members:	19,515
Available in:	Rating Areas 3 and 8

### Key Information

#### Jan. 2022 – Dec. 2022 financial experience

Premiums	\$139,871,026
Claims	\$123,615,344
Administrative Expenses	\$13,933,399
Taxes & Fees	\$3,914,294
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Insurer made (after taxes)	\$-1,592,011

#### How insurer plans to spend your premium

This is how the insurance company plans to spend the premium it collects in 2024

Claims:	90%
Administrative:	13%
Taxes & Fees:	3%
Profit:	0%

The insurer expects its annual medical costs to increase 12.2%.

### Explanation of Requested Rate Change:

The primary drivers of the rate increase are cost and utilization trend and changes to the reinsurance parameters. The reinsurance parameter change compared to the final 2023 parameters increased the rates by approximately 5%.

<sup>1</sup> Note that insurers will have the opportunity to revise their rate change request in July, after they are scheduled to receive updated information about the impact of a federal program called risk adjustment. This document will be updated accordingly at that time.