

Rate Change Summary

Pennsylvania Health & Wellness, Inc. – Individual Plans

Rate request filing ID # CECO-132346847 - 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

<http://www.insurance.pa.gov/Consumers/ACARelatedFilings/>

Overview

Initial requested average rate change:	-6.6%
Revised requested average rate change:	n/a
Range of requested rate change:	-14.62% to -2.21%
Effective date:	January 1, 2021
Mapped Members:	3,929
Available in:	Rating Areas 3, 6, 8

Key information

Jan. 2019-Dec. 2019 financial experience

Premiums	\$12,239,782
Claims	\$3,830,576
Administrative expenses	\$1,371,449
Taxes & fees	\$959,159
Company made (after taxes)	\$6,078,598

How it plans to spend your premium

This is how the insurance company plans to spend the premium it collects in 2021:

Claims:	82.06%
Administrative:	15.28%
Taxes & fees:	0.84%
Profit:	1.82%

The company expects its annual medical costs to increase 5.79%.

Explanation of requested rate change

Factors such as cost of care, taxes, utilization of health services, proposed changes in benefits, introduction of Section 1332 Waiver, and anticipated changes in morbidity in relation to the single risk pool, and the anticipated impact of COVID-19 all contribute to the 2021 rate change.