

<b>SERFF Tracking #:</b>	HGHM-132324144	<b>State Tracking #:</b>	HGHM-132324144	<b>Company Tracking #:</b>	1A-DP-20-HHIC
<b>State:</b>	Pennsylvania	<b>Filing Company:</b>	HM Health Insurance Company- HHIC		
<b>TOI/Sub-TOI:</b>	H15I Individual Health - Hospital/Surgical/Medical Expense/H15I.001 Health - Hospital/Surgical/Medical Expense				
<b>Product Name:</b>	1A-DP-20-HHIC				
<b>Project Name/Number:</b>	1A-DP-20-HHIC/1A-DP-20-HHIC				

## Supporting Document Schedules

<b>Satisfied - Item:</b>	ACA Rate Change Request Summary
<b>Comments:</b>	The Rate Change Request Summary is attached.
<b>Attachment(s):</b>	1A-DP-20-HHIC Rate Change Request Summary 071620.pdf
<b>Item Status:</b>	
<b>Status Date:</b>	

# Rate Change Summary

## Highmark Health Insurance Company – Individual Plans

Rate request filing ID # 1A-DP-20-HHIC (SERFF # HGHM-132324144) - 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:	-15.6% <sup>1</sup>
Revised requested average rate change:	N/A <sup>1</sup>
Range of requested rate change:	-15.6%
Effective date:	January 1, 2021
People impacted:	53
Available in:	Rating Areas 1, 2, 4, 5, and 6

### Key information

#### Jan. 2019-Dec. 2019 financial experience

Premiums	\$93,565,398
Claims	\$59,417,161
Administrative expenses	\$7,447,764
Taxes & fees	\$4,075,723
Company made (after taxes)	<b>\$22,624,750</b>

#### How it plans to spend your premium

This is how the insurance company plans to spend the premium it collects in 2020:

Claims:	81%
Administrative:	17%
Taxes & fees:	2%
Profit:	0%

The company expects its annual medical costs to increase **9.1%**.

### Explanation of requested rate change

The proposed average rate change is being driven by changes in the base claims experience, trend, retention, the anticipated impact of Covid-19, and the implementation of the Pennsylvania Health Insurance Individual market Stabilization Reinsurance Program ("Reinsurance Program").

<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.