

SERFF Tracking #:

HGHM-132324161

State Tracking #:

HGHM-132324161

Company Tracking #:

1A-DP-20-HCA

State:

Pennsylvania

Filing Company:

Highmark Coverage Advantage Inc

TOI/Sub-TOI:

H15I Individual Health - Hospital/Surgical/Medical Expense/H15I.001 Health - Hospital/Surgical/Medical Expense

Product Name:

1A-DP-20-HCA

Project Name/Number:

1A-DP-20-HCA/1A-DP-20-HCA

Supporting Document Schedules

| | |
|--------------------------|---|
| Satisfied - Item: | ACA Rate Change Request Summary |
| Comments: | The Rate Change Request Summary is attached. |
| Attachment(s): | 1A-DP-20-HCA Rate Change Request Summary 071620.pdf |
| Item Status: | |
| Status Date: | |

Rate Change Summary

Highmark Coverage Advantage – Individual Plans

Rate request filing ID # 1A-DP-20-HCA (SERFF # HGHM-132324161) - 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: | 3.1% ¹ |
| Revised requested average rate change: | N/A ¹ |
| Range of requested rate change: | -2.3% to 11.5% |
| Effective date: | January 1, 2021 |
| People impacted: | 6,127 |
| Available in: | Rating Areas 1 and 4 |

Key information

Jan. 2019-Dec. 2019 financial experience

| | |
|----------------------------|-----|
| Premiums | N/A |
| Claims | N/A |
| Administrative expenses | N/A |
| Taxes & fees | N/A |
| Company made (after taxes) | N/A |

How it plans to spend your premium

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

| | |
|-----------------|-----|
| Claims: | 83% |
| Administrative: | 14% |
| Taxes & fees: | 3% |
| Profit: | 0% |

The company expects its annual medical costs to increase **10.6%**.

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”).

¹ 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.