

SERFF Tracking #:	HGHM-132380627	State Tracking #:	HGHM-132380627	Company Tracking #:	1A-SG-FPLIC-2020
State:	Pennsylvania		Filing Company:	First Priority Life Insurance Company	
TOI/Sub-TOI:	H15G Group Health - Hospital/Surgical/Medical Expense/H15G.003 Small Group Only				
Product Name:	FPLIC Small Group 2021 ACA Rate Filing				
Project Name/Number:	FPLIC Small Group 2021 ACA Rate Filing/1A-SG-FPLIC-2020				

Supporting Document Schedules

Satisfied - Item:	ACA Rate Change Request Summary
Comments:	
Attachment(s):	Attachment 1 - 2021 - FPLIC 07202020.pdf Attachment 1 - 2021 - FPLIC 07202020.xml
Item Status:	
Status Date:	

SERFF Tracking #:	HGHM-132380627	State Tracking #:	HGHM-132380627	Company Tracking #:	1A-SG-FPLIC-2020
<hr/>					
State:	Pennsylvania		Filing Company:	First Priority Life Insurance Company	
TOI/Sub-TOI:	H15G Group Health - Hospital/Surgical/Medical Expense/H15G.003 Small Group Only				
Product Name:	FPLIC Small Group 2021 ACA Rate Filing				
Project Name/Number:	FPLIC Small Group 2021 ACA Rate Filing/1A-SG-FPLIC-2020				

Attachment Attachment 1 - 2021 - FPLIC 07202020.xml is not a PDF document and cannot be reproduced here.

Rate Change Summary

First Priority Life Insurance Company (FPLIC) – Small Group Plans

Rate request filing ID # HGHM-132380627 - 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:	12.41% ¹
Revised requested average rate change:	N/A ¹
Range of requested rate change:	8.35% to 18.51%
Effective date:	January 1, 2021
Mapped Members:	4,595
Available in:	Rating Area 3

Key information

Jan. 2019-Dec. 2019 financial experience

Premiums	\$193,347,127
Claims	\$152,446,034
Administrative expenses	\$18,416,640
Taxes & fees	\$3,716,807
Company made (after taxes)	\$18,767,646

How it plans to spend your premium

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

Claims:	89.8%
Administrative:	8.1%
Taxes & fees:	2.1%
Profit:	0.0%

The company expects its annual medical costs to increase **9.40%**.

Explanation of requested rate change

The proposed increases are being driven by rising medical care costs, which are expected to continue through the remainder of 2020 and throughout 2021 as a result of both higher utilization and the increasing cost of healthcare services, and the underlying morbidity of the population within FPLIC's ACA products.

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.