

**Massachusetts Division of Insurance
2027 Merged Market Rate Filing Summary**

Carrier Name: Boston Medical Center Health Plan, Inc. (BMCHP)d/b/a WellSense Health Plan (WellSense)

Table 1: Proposed Weighted Average Base Rate Change CY 2027

	Annual Weighted Average Base Rate Change	Min Rate Change	Max Rate Change	Renewing Enrollees
1Q	11.9%	11.3%	22.9%	138,908
2Q	17.1%	11.3%	22.9%	334
3Q	16.9%	11.3%	22.9%	377
4Q	17.1%	11.3%	22.9%	470
Total	11.9%	11.3%	22.9%	140,089

Note: The Min and Max rate change is among existing and modified plans only.

Table 2: Drivers of Proposed CY 2027 Weighed Average Base Rate Change

	Rate Change Impact	% of Rate Change Impact
FFS Utilization & Mix Trend	4.2%	35.4%
FFS Cost Trend	4.1%	34.0%
Contribution to Surplus/Profit/Reserve	2.0%	16.6%
Benefit/Cost Sharing Changes	0.1%	1.0%
Risk Adjustment	1.2%	9.8%
Administrative Charge	-0.5%	-3.8%
Other 1	0.0%	0.0%
Other 2	0.0%	0.0%
Other 3	0.0%	0.0%
All Other	0.8%	7.1%
Total	11.9%	

Table 3: Annualized Trend Assumption CY 2027

Allowed Trends	Prescription		Total
	Medical	Drug	
Utilization & Mix	5.6%	3.5%	4.9%
Cost (Price)	3.0%	7.9%	4.7%
Total	8.8%	11.6%	9.8%

Table 4: CY 2027 Non Medical Expenses and Payor Surplus Charge

	Percentage	
	Charge	PMPM Charge
Administrative Charge	5.6%	\$33.32
Taxes and Fees	4.3%	\$25.82
Contribution to Surplus/Profit/Reserve	1.9%	\$11.31
Total	11.8%	\$70.44

Table 5: Actual Historical Administrative Expenses

	CY 2024		CY 2025	
	Total Dollars	CY 2024 PMPM	Total Dollars	CY 2025 PMPM
Taxes and Fees	\$15,328,952	\$13.82	\$32,266,236	\$19.48
Other Administrative Expenses	\$35,948,903	\$32.40	\$54,027,513	\$32.62
Total	\$51,277,855	\$46.22	\$86,293,749	\$52.09

Table 6: Medical Loss Ratio

	CY 2023	CY 2024	CY 2025	Proposed 2027
				Rates
Medical Loss Ratio	85.8%	93.7%	95.5%	91.0%

Note: The medical loss ratio has been adjusted for taxes and fees, health care quality improvement expenses, and deductible fraud and abuse detection/recovery expenses

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1) Carrier Input from [Components of Premium Change] Tab

Category	Value	Category Used for Graph
Risk Adjustment Charge/Payment	1.2%	Medical and Pharmacy Claims
Issuer Tax	0.0%	Administrative/Tax/Fees
PCORi	0.0%	Administrative/Tax/Fees
Exchange User Fee	0.4%	Administrative/Tax/Fees
All Other Taxes and Fees	0.6%	Administrative/Tax/Fees
Administrative Charge	-0.5%	Administrative/Tax/Fees
Contribution to Surplus/Profit/Reserve	2.0%	Contribution to Surplus/Profit/Reserve
FFS Utilization & Mix Trend	4.2%	Medical and Pharmacy Claims
FFS Cost Trend	4.1%	Medical and Pharmacy Claims
Benefit/Cost Sharing Changes	0.1%	Benefit/Cost Sharing
Other 1	0.0%	0
Other 2	0.0%	0
Other 3	0.0%	0
All Other	-0.1%	Other
Total	11.9%	

2) Components of Premium Change Summarized

Final Category	Incremental	Cumulative
Medical and Pharmacy Claims	9.5%	9.5%
Administrative/Tax/Fees	0.5%	9.9%
Contribution to Surplus/Profit/Reserve	2.0%	11.9%
Benefit/Cost Sharing	0.1%	12.1%
Other	-0.1%	11.9%

* "Medical and Pharmacy Claims" includes all items that impact medical and pharmacy claims including impact of trend, and risk adjustment

** The absolute value of "Other" should be less than 0.5%

3) Graph

