

**Massachusetts Division of Insurance  
2024 Merged Market Rate Filing Summary**

**Carrier Name: ConnectiCare of Massachusetts**

**Table 1: Proposed Weighted Average Base Rate Change 1Q 2024**

	Annual Weighted Average Base Rate Change	Min Rate Change	Max Rate Change	Renewing Enrollees
1Q 2024	8.6%	8.6%	8.6%	54

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

**Table 2: Drivers of Proposed 1Q 2024 Weighed Average Base Rate Change**

	Rate Change Impact	% of Rate Change Impact
FFS Utilization & Mix Trend	-0.3%	-3.5%
FFS Cost Trend	10.4%	120.0%
Contribution to Surplus/Profit/Reserve	0.0%	-0.2%
Benefit/Cost Sharing Changes	0.0%	0.0%
Risk Adjustment	4.4%	51.2%
Administrative Charge	0.3%	2.9%
Non-FFS Claims	-2.2%	-25.9%
Impact of COVID-19	-1.4%	-16.4%
Baseline Changes	-1.8%	-21.2%
All Other	-0.6%	-7.0%
<b>Total</b>	<b>8.6%</b>	

**Table 3: Annualized Trend Assumption 1Q 2024**

Allowed Trends	Medical	Pharmacy	Total
Utilization & Mix	-2.4%	3.4%	-0.3%
Cost (Price)	11.0%	14.8%	11.8%
<b>Total</b>	<b>8.3%</b>	<b>18.7%</b>	<b>11.4%</b>

**Table 4: 2024 Non Medical Expenses and Payor Surplus Charge**

	Percentage Charge	PMPM Charge
Administrative Charge	9.8%	\$ 69.70
Taxes and Fees	0.5%	\$ 3.80
Contribution to Surplus/Profit/Reserve	1.0%	\$ 7.31
<b>Total</b>	<b>11.4%</b>	<b>\$ 80.81</b>

**Table 5: Actual Historical Administrative Expenses**

	CY 2021		CY 2022	
	Total Dollars	CY 2021 PMPM	Total Dollars	CY 2022 PMPM
Taxes and Fees	-\$76,830	-\$37.31	\$22,218	\$11.91
Other Administrative Expenses	\$149,651	\$72.68	\$125,511	\$67.26
<b>Total</b>	<b>\$72,821</b>	<b>\$35.37</b>	<b>\$147,729</b>	<b>\$79.17</b>

**Table 6: Medical Loss Ratio**

	CY 2020	CY 2021	CY 2022	Proposed 2024 Rates
Medical Loss Ratio	61.4%	69.1%	60.3%	89.6%

*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*