

Massachusetts Division of Insurance  
2026 Merged Market Rate Filing Summary

Carrier Name: Health New England, Inc.

Table 1: Proposed Weighted Average Base Rate Change CY 2026

	Annual Weighted Average Base Rate Change	Min Rate Change	Max Rate Change	Renewing Enrollees
1Q	11.0%	0.5%	12.8%	12,009
2Q	9.5%	0.9%	13.2%	4,937
3Q	9.9%	1.3%	13.7%	3,625
4Q	10.6%	1.6%	14.1%	4,313
Total	10.4%	0.5%	14.1%	24,884

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

Table 2: Drivers of Proposed CY 2026 Weighed Average Base Rate Change

	Rate Change Impact	% of Rate Change Impact
FFS Utilization & Mix Trend	2.0%	19.6%
FFS Cost Trend	5.5%	52.2%
Contribution to Surplus/Profit/Reserve	0.8%	8.0%
Benefit/Cost Sharing Changes	0.5%	5.0%
Risk Adjustment	-4.1%	-39.3%
Administrative Charge	0.1%	0.7%
Eliminating APTC and Connector Pilot Program	1.2%	11.5%
Understatement of mid-year (2025) projected claims cost.	4.2%	40.5%
Other 3	0.0%	0.0%
All Other	0.2%	1.7%
Total	10.4%	

Table 3: Annualized Trend Assumption CY 2026

Allowed Trends	Prescription		
	Medical	Drug	Total
Utilization & Mix	2.1%	3.0%	2.3%
Cost (Price)	4.5%	10.5%	6.3%
Total	6.6%	13.8%	8.8%

Table 4: CY 2026 Non Medical Expenses and Payor Surplus Charge

	Percentage Charge	PMPM Charge
Administrative Charge	7.2%	\$54.93
Taxes and Fees	0.9%	\$7.18
Contribution to Surplus/Profit/Reserve	2.5%	\$19.11
Total	10.6%	\$81.22

Table 5: Actual Historical Administrative Expenses

	CY 2023		CY 2024	
	Total Dollars	CY 2023 PMPM	Total Dollars	CY 2024 PMPM
Taxes and Fees	\$2,569,020	\$7.30	\$2,209,199	\$7.16
Other Administrative Expenses	\$20,468,769	\$58.16	\$19,081,404	\$61.88
Total	\$23,037,788	\$65.46	\$21,290,603	\$69.04

Table 6: Medical Loss Ratio

	CY 2022	CY 2023	CY 2024	Proposed 2026 Rates
Medical Loss Ratio	98.1%	94.3%	98.7%	90.6%

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