

Massachusetts Division of Insurance
2026 Merged Market Rate Filing Summary

Carrier Name: Harvard Pilgrim Health Care, 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	15.6%	6.3%	31.8%	40,221
2Q	13.3%	7.2%	33.0%	30,896
3Q	13.9%	9.1%	35.2%	8,286
4Q	16.5%	10.6%	37.1%	11,158
Total	14.8%	6.3%	37.1%	90,561

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	5.9%	40.0%
FFS Cost Trend	7.1%	48.4%
Contribution to Surplus/Profit/Reserve	0.3%	2.0%
Benefit/Cost Sharing Changes	-5.0%	-34.1%
Risk Adjustment	-2.5%	-16.7%
Administrative Charge	2.2%	15.2%
Trend Leveraging	1.2%	7.9%
Over/Understatement of Prior Year Clai	8.1%	55.0%
Other	-3.0%	-20.0%
All Other	0.4%	2.5%
Total	14.8%	

Table 3: Annualized Trend Assumption CY 2026

Allowed Trends	Medical	Prescription Drug	Total
Utilization & Mix	6.8%	5.7%	6.5%
Cost (Price)	3.6%	16.4%	7.8%
Total	10.7%	23.0%	14.8%

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

	Percentage Charge	PMPM Charge
Administrative Charge	9.3%	\$89.98
Taxes and Fees	1.0%	\$9.42
Contribution to Surplus/Profit/Reserve	1.9%	\$18.37
Total	12.2%	\$117.77

Table 5: Actual Historical Administrative Expenses

	CY 2023 Total Dollars	CY 2023 PMPM	CY 2024 Total Dollars	CY 2024 PMPM
Taxes and Fees	\$5,045,605	\$4.51	\$6,615,918	\$5.24
Other Administrative Expenses	\$83,268,631	\$74.39	\$100,036,737	\$79.29
Total	\$88,314,236	\$78.90	\$106,652,656	\$84.54

Table 6: Medical Loss Ratio

	CY 2022	CY 2023	CY 2024	Proposed 2026 Rates
Medical Loss Ratio	85.4%	86.6%	90.7%	90.1%

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