

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

Carrier Name:

Tufts Health Public Plans, Inc.

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	3.4%	-2.2%	5.9%	142,475

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	1.9%	57.1%
FFS Cost Trend	4.3%	125.7%
Contribution to Surplus/Profit/Reserve	1.0%	28.8%
Benefit/Cost Sharing Changes	0.4%	10.7%
Risk Adjustment	0.2%	5.7%
Administrative Charge	0.6%	17.2%
Morbidity	2.0%	58.8%
Over/Understatement of prior year projected claims & expenses	-1.9%	-55.9%
Contracting and other changes	-5.0%	-147.0%
All Other	0.0%	-1.1%
Total	3.4%	

Table 3: Annualized Trend Assumption 1Q 2024

Allowed Trends	Medical	Pharmacy	Total
Utilization & Mix	2.4%	1.6%	2.2%
Cost (Price)	3.2%	9.7%	4.9%
Total	5.7%	11.4%	7.2%

Table 4: 2024 Non Medical Expenses and Payor Surplus Charge

	Percentage Charge	PMPM Charge
Administrative Charge	7.0%	\$ 33.78
Taxes and Fees	3.1%	\$ 15.03
Contribution to Surplus/Profit/Reserve	1.9%	\$ 9.17
Total	12.0%	\$ 57.98

Table 5: Actual Historical Administrative Expenses

	CY 2021		CY 2022	
	Total Dollars	CY 2021 PMPM	Total Dollars	CY 2022 PMPM
Taxes and Fees	\$22,684,900	\$10.63	\$19,377,187	\$10.73
Other Administrative Expenses	\$80,781,505	\$37.84	\$67,371,445	\$37.31
Total	\$103,466,405	\$48.47	\$86,748,632	\$48.04

Table 6: Medical Loss Ratio

	CY 2020	CY 2021	CY 2022	Proposed 2024 Rates
Medical Loss Ratio	88.5%	95.0%	90.9%	91.4%

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