

Massachusetts Division of Insurance
2025 Merged Market Rate Filing Summary

Carrier Name: UnitedHealthcare Insurance Company

Table 1: Proposed Weighted Average Base Rate Change CY 2025

	Annual Weighted Average Base Rate Change	Min Rate Change	Max Rate Change	Renewing Enrollees
1Q	12.7%	8.0%	16.4%	8,470
2Q	12.7%	7.7%	16.1%	7,472
3Q	12.1%	7.5%	15.8%	5,877
4Q	12.0%	7.3%	15.7%	5,225
Total	12.4%	7.3%	16.4%	27,044

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

Table 2: Drivers of Proposed CY 2025 Weighed Average Base Rate Change

	Rate Change Impact	% of Rate Change Impact
FFS Utilization & Mix Trend	4.8%	38.5%
FFS Cost Trend	3.3%	26.9%
Contribution to Surplus/Profit/Reserve	0.2%	1.9%
Benefit/Cost Sharing Changes	0.5%	3.8%
Risk Adjustment	3.0%	23.9%
Administrative Charge	-0.7%	-5.2%
Other 1	0.0%	0.0%
Other 2	0.0%	0.0%
Other 3	0.0%	0.0%
All Other	1.3%	10.1%
Total	12.4%	

Table 3: Annualized Trend Assumption CY 2025

Allowed Trends	Prescription		
	Medical	Drug	Total
Utilization & Mix	4.0%	5.5%	4.4%
Cost (Price)	3.7%	4.7%	3.9%
Total	7.9%	10.4%	8.4%

Table 4: CY 2025 Non Medical Expenses and Payor Surplus Charge

	Percentage	
	Charge	PMPM Charge
Administrative Charge	8.4%	\$70.72
Taxes and Fees	3.6%	\$29.96
Contribution to Surplus/Profit/Reserve	1.9%	\$16.03
Total	13.8%	\$116.71

Table 5: Actual Historical Administrative Expenses

	CY 2022		CY 2023	
	Total Dollars	CY 2022 PMPM	Total Dollars	CY 2023 PMPM
Taxes and Fees	\$3,603,753	\$10.93	\$3,127,079	\$9.06
Other Administrative Expenses	\$21,825,758	\$66.20	\$26,235,450	\$75.99
Total	\$25,429,511	\$77.13	\$29,362,529	\$85.05

Table 6: Medical Loss Ratio

				Proposed 2025
	CY 2021	CY 2022	CY 2023	Rates
Medical Loss Ratio	88.4%	89.1%	88.1%	89.2%

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