

**Rate Summary Worksheet**

Per the instructions, health insurance issuers proposing rate increases that meet or exceed the threshold fill in only those cells that are highlighted in GREY. The other cells are auto-populated.

**A. Base Period Data**

Start Period: 5/1/2009 End Period: 4/30/2010

Service Categories	Member Months	Total Allowed	Net Claims	Cost Sharing	Cost Sharing PMPM	Net PMPM	Allowed PMPM
Inpatient	10,000	\$ 313,250.00	\$ 244,355.00	\$ 68,895.00	\$ 6.89	\$ 24.44	\$ 31.33
Outpatient	10,000	\$ 311,000.00	\$ 242,580.00	\$ 68,420.00	\$ 6.84	\$ 24.26	\$ 31.10
Professional	10,000	\$ 774,000.00	\$ 603,720.00	\$ 170,280.00	\$ 17.03	\$ 60.37	\$ 77.40
Prescription Drugs	10,000	\$ 498,000.00	\$ 368,500.00	\$ 129,500.00	\$ 12.95	\$ 36.85	\$ 49.80
Ancillary Services	10,000	\$ 45,800.00	\$ 35,700.00	\$ 10,100.00	\$ 1.01	\$ 3.57	\$ 4.58
Capitation	10,000	\$ 75,000.00	\$ 75,000.00	\$ -	\$ -	\$ 7.50	\$ 7.50
<b>Total</b>	<b>10,000</b>	<b>\$ 2,017,050.00</b>	<b>\$ 1,569,855.00</b>	<b>\$ 447,195.00</b>	<b>\$ 44.72</b>	<b>\$ 156.99</b>	<b>\$ 201.71</b>

**B. Claim Projections**

**B1. Adjustment to the Current Rate**

Start Period: 1/1/2010 End Period: 12/31/2010

Service Categories	Overall Medical Trend	Projected Allowed PMPM	Net Claims	Cost Sharing
Inpatient	1.0154	\$ 31.81	\$ 25.13	0.21
Outpatient	1.0462	\$ 32.54	\$ 25.70	0.21
Professional	1.0284	\$ 79.60	\$ 62.88	0.21
Prescription Drugs	1.0669	\$ 53.13	\$ 39.85	0.25
Ancillary Services	1.0155	\$ 4.65	\$ 3.67	0.21
Capitation	1.0100	\$ 7.58	\$ 6.67	0.12
<b>Total</b>		<b>\$ 209.30</b>	<b>\$ 163.90</b>	<b>0.22</b>

**B2. Claims Projection for Future Rate**

Start Period: 1/1/2011 End Period: 12/31/2011

Service Categories	Overall Medical Trend	Projected Allowed PMPM	Net Claims	Cost Sharing
Inpatient	1.0783	\$ 34.30	\$ 26.75	0.22
Outpatient	1.1185	\$ 36.39	\$ 28.39	0.22
Professional	1.0877	\$ 86.58	\$ 67.53	0.22
Prescription Drugs	1.1316	\$ 60.12	\$ 44.79	0.26
Ancillary Services	1.0812	\$ 5.03	\$ 3.92	0.22
Capitation	1.0210	\$ 7.73	\$ 7.73	0.00
<b>Total</b>		<b>\$ 230.15</b>	<b>\$ 179.11</b>	<b>0.22</b>

**B3. Medical Trend Breakout**

Factor	Impact
Utilization	50.0%
Unit Cost	40.0%
Other Factors	10.0%

**C. Components of Current and Future Rates**

	Future Rate		Prior Estimate of Current Rate		Difference	
	PMPM	%	PMPM	%	PMPM	%
1. Projected Net Claims	\$ 179.11	76.20%	\$ 159.20	75.73%	\$ 19.91	80.22%
2. Administrative Costs	\$ 45.75	19.46%	\$ 43.33	20.61%	\$ 2.42	9.75%
3. Underwriting Gain/Loss	\$ 10.19	4.34%	\$ 7.70	3.66%	\$ 2.49	10.03%
4. Total Rate	\$ 235.05	100.00%	\$ 210.23	100.00%	\$ 24.82	100.00%
5. Overall Rate Increase		11.81%				

**D. Components of Rate Increase**

Claims Components	Impact on Rate	Percent
1. Inpatient	\$ 1.97	9.87%
2. Outpatient	\$ 3.05	15.30%
3. Professional	\$ 5.51	27.68%
4. Prescription Drugs	\$ 5.24	26.32%
5. Other	\$ 0.30	1.50%
6. Capitation	\$ 0.14	0.70%
7. Cost Share	\$ (1.00)	-5.00%
8. Correction of Prior Net Claims Estimate	\$ 4.70	23.62%
9. Total	\$ 19.91	100.00%

  

Claims Restatement for Current Rate Period (1/1/2010-12/31/2010)		
8.a. Prior Net Claims Estimate for Current Rate Period	\$	159.20
8.b. Re-Estimate of Net Claims PMPM for Current Rate Period	\$	163.90

**E. List of Annual Average Rate Changes Requested and Implemented in the Past Three Calendar Years**

Calendar Year	New Form	Requested	Implemented
2010	N	10.00%	10.00%
2009	N	8.00%	8.00%
2008	N	7.00%	7.00%

**F. Range and Scope of Proposed Increase**

Number of Covered Individuals
900

	Range of Rate Increase
Minimum % Increase	5.00%
Maximum % Increase	13.60%