

2022 Approved Plans and Rates

September 20, 2021

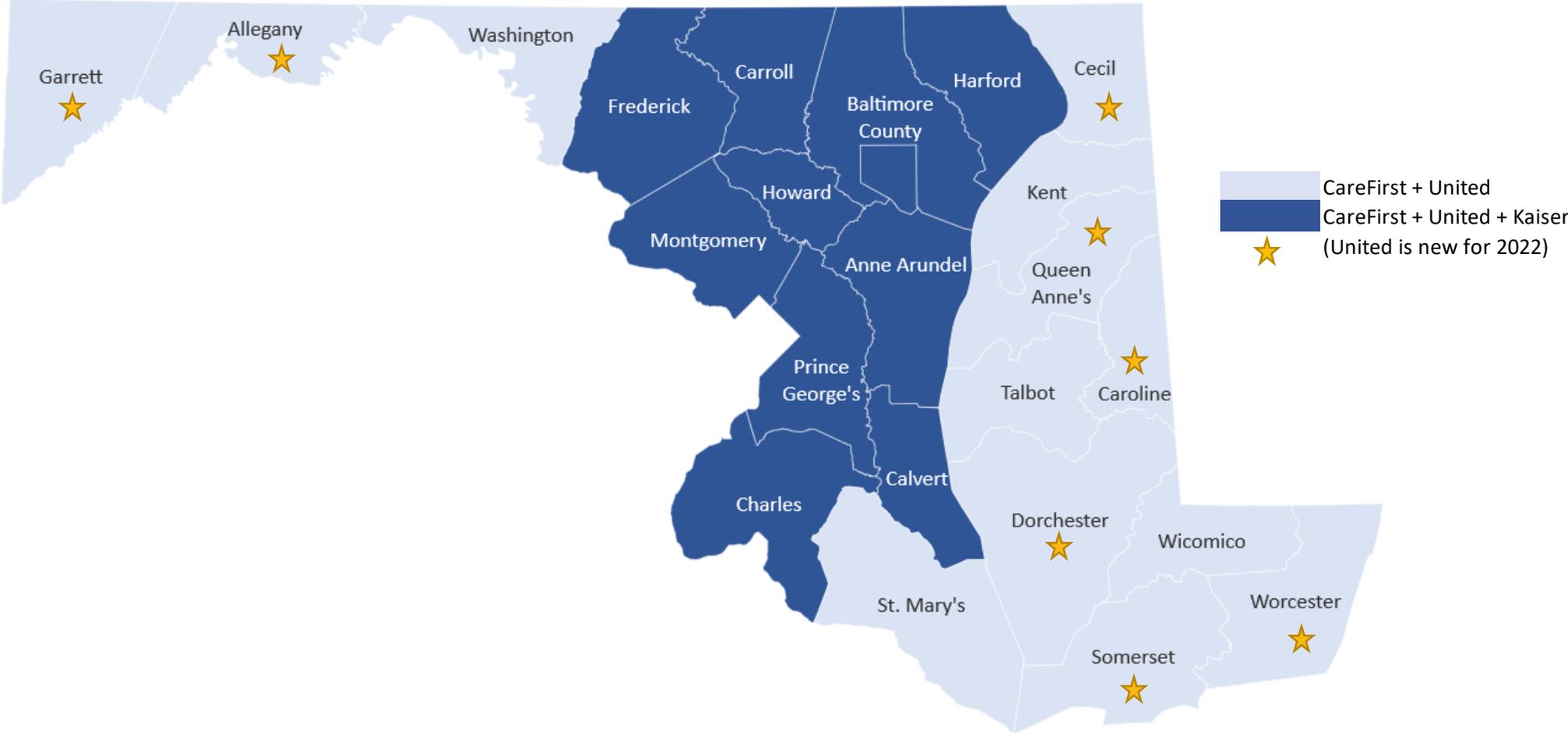
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Brad Boban, Chief Actuary, Maryland Insurance Administration

The background features a solid teal color with a central graphic of four overlapping circles, each in a slightly lighter shade of teal, creating a four-petaled flower or star-like pattern. The text "2022 QHP Landscape" is centered horizontally and vertically in a white, sans-serif font.

2022 QHP Landscape

2022 Carrier Service Areas



*Kaiser has partial services areas in Charles, Calvert, and Frederick Counties.

Number of 2022 QHPs by Metal Level

Increased consumer choice:
4 more QHPs available than
in 2021:

- Kaiser Permanente will offer an additional silver and gold plan
- United will offer an additional bronze and gold plan.

	Carrier	2020	2021	2022
Cat.	CareFirst - HMO	1	1	1
	CareFirst - PPO	--	--	--
	Kaiser Permanente	1	1	1
	United	--	--	--
Bronze	CareFirst - HMO	3	3	3
	CareFirst - PPO	1	1	1
	Kaiser Permanente	2	3	3
	United	--	2	3
Silver	CareFirst - HMO	1	1	1
	CareFirst - PPO	1	1	1
	Kaiser Permanente	3	3	4
	United	--	4	4
Gold	CareFirst - HMO	2	2	2
	CareFirst - PPO	1	1	1
	Kaiser Permanente	3	3	4
	United	--	3	4
Platinum	CareFirst - HMO	--	--	--
	CareFirst - PPO	--	--	--
	Kaiser Permanente	1	1	1
	United	--	--	--
Total		20	30	34

2022 Qualified Health Plan Landscape

Deductibles and actuarial values generally held steady from 2021 to 2022

Metal Level and Carrier	Deductible			Actuarial Value		
	2020	2021	2022	2020	2021	2022
Bronze						
CareFirst - HMO	\$4,000 - \$7,900	\$6,000 - \$8,250	\$6,100 - \$8,250	59.9% - 64.9%	61.9% - 65%	61.9% - 65%
CareFirst - PPO	\$7,900	\$8,250	\$8,250	59.9%	61.9%	61.9%
Kaiser Permanente	\$6,000 - \$6,200	\$6,000 - \$7,500	\$6,700 - \$7,500	62.1% - 63.1%	61.5% - 64.8%	61.3% - 64.8%
United	--	\$5,900 - \$7,500	\$5,900 - \$8,700	--	64.3% - 64.9%	61.1% - 64.9%
Silver						
CareFirst - HMO	\$2,250	\$2,250	\$2,250	71.8%	71.9%	71.9%
CareFirst - PPO	\$3,000	\$3,000	\$3,000	67.6%	67.9%	67.9%
Kaiser Permanente	\$2,500 - \$6,000	\$2,500 - \$6,000	\$2,500 - \$6,000	68.2% - 71.9%	68.0% - 71.5%	66.1% - 71.5%
United	--	\$2,500 - \$6,000	\$2,500 - \$6,500	--	67.8% - 71.9%	67.6% - 71.7%
Gold						
CareFirst - HMO	\$1,000 - \$1,750	\$1,000 - \$1,750	\$1,000 - \$1,750	78.9% - 79%	80.8% - 80.9%	80.8% - 80.9%
CareFirst - PPO	\$1,750	\$1,750	\$1,750	79%	80.8%	80.8%
Kaiser Permanente	\$0 - \$1,500	\$0 - \$1,750	\$0 - \$2,000	77.6% - 81.4%	77.6% - 81.3%	76% - 81.3%
United	--	\$1,000 - \$3,000	\$1,000 - \$2,900	--	76.1% - 79.3%	76% - 80.7%

Final 2022 Rates



2022 ACA

Approved Health Insurance Rates Individual Non-Medigap & Small Group Markets

MARYLAND
HEALTH BENEFIT
EXCHANGE

Presenter: Brad Boban, Chief Actuary

410-468-2065

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2022 ACA Individual Non-Medigap Market - What's Been Approved?

1	2	3	4	5	6	7	8	9	10	11
		Actual	Actual		Approved	Approved	Approved	Initial	MIA	Cumulative
		Members	Members		2019	2020	2021	Request	Approved	Approved
		On & Off	On & Off	vs.	Average	Average	Average	2022	2022	2019-2022
Legal	Coverage	Exchange	Exchange	0630/20	Rate	Rate	Rate	Average	Average	Average
Entity	Type	06/30/20	06/30/21	Δ	Change*	Change*	Change*	Rate	Rate	Rate
								Change	Change	Change
CF BlueChoice	HMO	135,515	146,720	8.3%	-17.0%	-14.7%	-11.9%	7.9%	6.2%	-33.7%
CF GHMSI	PPO	4,415	4,988	13.0%	-11.1%	-1.4%	-17.1%	-7.3%	-12.6%	-36.5%
CF CFMI	PPO	7,521	7,772	3.3%	-11.1%	-1.4%	-17.1%	-7.3%	-12.6%	-36.5%
Optimum Choice	HMO	0	3,352	N/A	N/A	N/A	N/A	1.0%	1.2%	N/A
Kaiser	HMO	65,400	58,965	-9.8%	-7.4%	-5.0%	-11.0%	-5.0%	-5.0%	-25.6%
TOTAL		212,851	221,797	4.2%	-13.2%	-10.3%	-11.9%	3.5%	2.1%	-31.7%

Details of Reinsurance Impact on 2022 Individual Rates

- Direct Impact of Reinsurance
- Secondary Impact

	(\$Millions)		
	Total Claims	Reinsurance	% Claims
2019 Actual	\$1,081	\$353	32.6%
2020 Actual	\$1,212	\$400	33.0%
2022 Projected	\$1,502	\$531	33.0%

- 1) Increase Enrollment: Carriers aggregate estimate is that enrollment is 9% higher with reinsurance
- 2) Lower Morbidity: The additional members are healthier on average and improve morbidity of pool. Carrier in aggregate estimated about a 6.5% improvement to morbidity
- 3) Lowers magnitude of risk adjustment payments. Risk transfers are linked to the statewide average premium. Revenue neutral in aggregate. Dampening factor reduces magnitude even more.

- Claims vs Premium Impact

Details of Reinsurance Impact on 2022 Individual Rates (cont)

Claims Reduction vs Premium Reduction			
When Claims are reduced, premium reduction lags because of fixed PMPM expenses			
Illustrative Impact, per \$100 of premium			
Combined impact of direct reinsurance/morbidity is -37.4% reduction to claims			
	Pre-Reinsurance	Post-Reinsurance	% Reduction
Claims	\$80.00	\$50.12	-37.4%
Fixed PMPM Expenses	\$13.00	\$13.00	0%
Variable % Expenses	\$7.00	\$4.75	-32.1%
Total Premium	\$100.00	\$67.87	-32.1%

2022 ACA Small Groups Market - What's Been Approved?

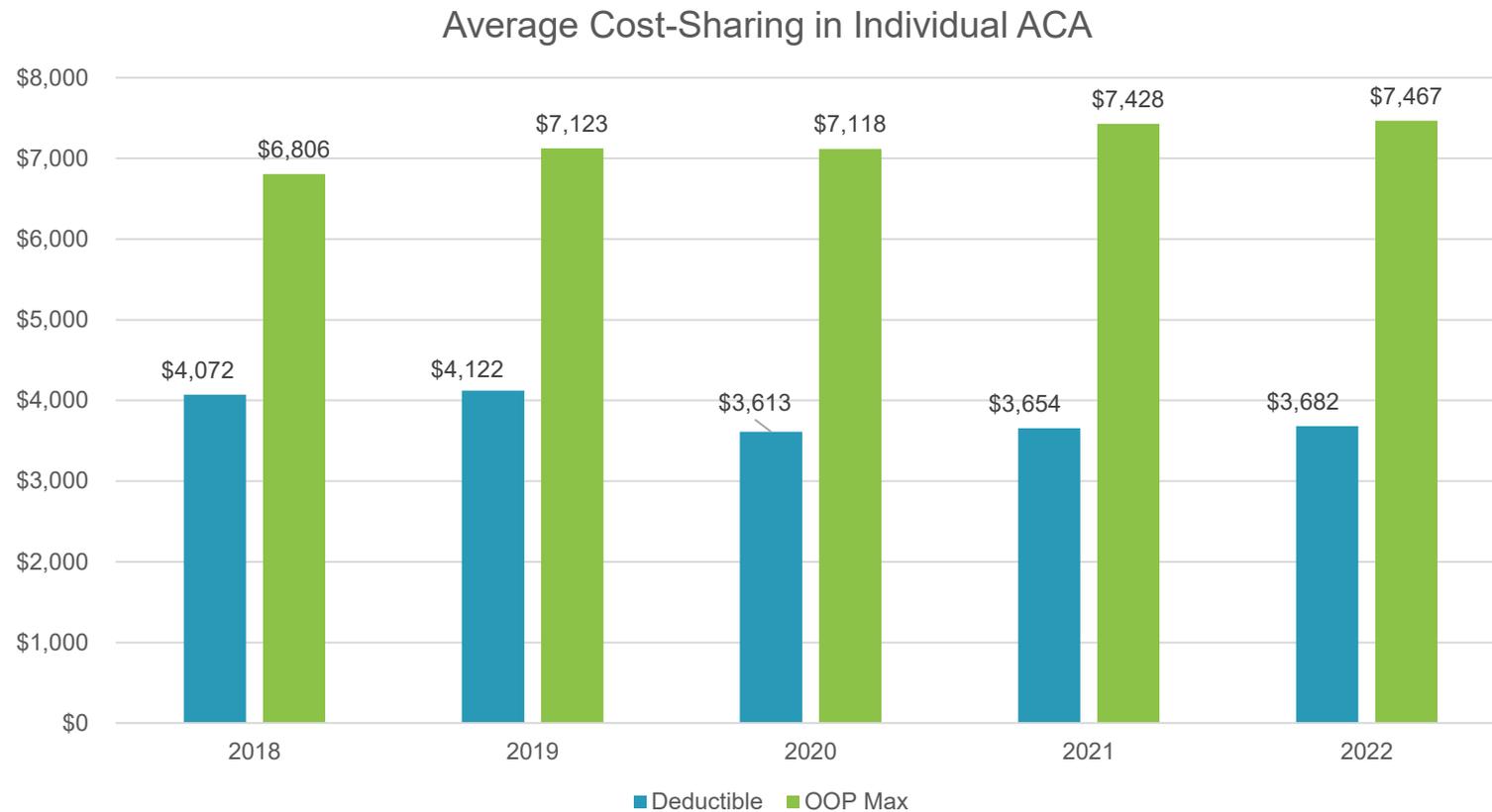
1	2	3	4	5	6	7	8	9	10
		Actual	Actual		Approved	Approved	Approved	Initial	
		Members	Members		2019	2020	2021	Carrier	MIA
		On & Off	On & Off	vs.	Average	Average	Average	Request	Approved
Legal	Coverage	Exchange	Exchange	06/30/20	Rate	Rate	Rate	2022	2022
Entity	Type	06/30/20	06/30/21	Δ	Change*	Change*	Change*	Average	Average
								Rate	Rate
								Change	Increase
CF BlueChoice	HMO	169,820	173,725	2.3%	5.0%	0.5%	3.1%	5.6%	4.4%
CF GHMSI	PPO	13,949	12,932	-7.3%	-0.7%	7.4%	2.0%	9.8%	3.7%
CF CFMI	PPO	7,347	7,002	-4.7%	-0.7%	7.4%	2.0%	9.8%	3.7%
Kaiser	HMO	10,755	10,572	-1.7%	3.2%	10.2%	-5.0%	0.5%	5.0%
Aetna Health, Inc.	HMO	83	56	-32.5%	3.4%	1.0%	-16.8%	-22.5%	-26.8%
Aetna Life Insurance Co.	PPO	482	358	-25.7%	3.0%	1.2%	-14.7%	-6.9%	-10.1%
UHC of the Mid-Atlantic	HMO	4,643	4,464	-3.9%	6.3%	0.0%	3.5%	16.0%	9.4%
UHC (Optimum Choice)	HMO	14,423	11,300	-21.7%	6.4%	9.4%	-2.7%	13.8%	7.0%
UHC (MAMSI)	EPO	19,291	14,427	-25.2%	5.6%	8.3%	1.0%	13.7%	8.8%
UHC	PPO	21,547	19,818	-8.0%	10.6%	5.4%	4.5%	12.3%	8.0%
TOTAL		262,340	254,654	-2.9%	5.0%	2.9%	2.3%	7.2%	5.1%

Illustrative Change in Premiums – Value Plans

2022 INDIVIDUAL, NON-MEDIGAP MARKET											
ILLUSTRATIVE VALUE PLAN PREMIUMS, AGE 40, METRO BALTIMORE REGION											
							On-Exchange		On-Exchange	On-Exchange	
							2021		2022	2022	2022
							Approved		Approved		
					2021	2021	Individual	2022	Individual		
					Market	Individual	Monthly	Individual	Monthly	%	\$
	<u>Count</u>	<u>Metal</u>	<u>Company</u>	<u>Product</u>	<u>Share</u>	<u>Deductible</u>	<u>Premium</u>	<u>Deductible</u>	<u>Premium</u>	<u>Change</u>	<u>Change</u>
	1	Bronze	CareFirst BlueChoice	HMO	6.9%	\$6,000	\$228	\$6,100	\$245	7.2%	\$17
	2		Kaiser	HMO	1.3%	\$6,000	\$263	\$6,700	\$250	-5.1%	(\$13)
	3		Optimum Choice	HMO	0.3%	\$7,500	\$241	\$8,700	\$268	11.5%	\$28
	4	Silver	CareFirst BlueChoice	HMO	13.9%	\$2,250	\$371	\$2,250	\$388	4.6%	\$17
	5		Kaiser	HMO	1.3%	\$2,500	\$367	\$2,500	\$359	-2.2%	(\$8)
	6		Optimum Choice	HMO	0.1%	\$2,500	\$347	\$2,500	\$340	-2.0%	(\$7)
	7	Gold	CareFirst BlueChoice	HMO	8.7%	\$1,000	\$332	\$1,000	\$355	6.9%	\$23
	8		Kaiser	HMO	1.5%	\$1,000	\$339	\$1,000	\$315	-7.0%	(\$24)
	9		Kaiser	HMO	4.2%	\$0	\$352	\$0	\$326	-7.3%	(\$26)
	10		Optimum Choice	HMO	0.2%	\$1,000	\$335	\$1,000	\$337	0.5%	\$2

Average cost-sharing in Individual market

Ave Deductible & OOP Max from 2018 – 2022 (projected) in Individual market





Questions?