

# NON-CONFIDENTIAL

STATE OF MAINE  
DEPARTMENT OF PROFESSIONAL AND FINANCIAL REGULATION  
BUREAU OF INSURANCE

IN RE:

HARVARD PILGRIM HEALTH CARE, INC.  
2017 INDIVIDUAL RATE FILING

HPHC INSURANCE CO., INC.  
2017 INDIVIDUAL PPO RATE FILING

Docket No. INS-16-1003  
(Consolidated)

HARVARD PILGRIM'S  
SUPPLEMENTAL CLOSING  
STATEMENT

August 12, 2016

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Pursuant to its Motion for Leave to File Supplemental Closing Statement, Harvard Pilgrim Health Care, Inc. (“Harvard Pilgrim”) respectfully submits the following supplemental closing statement based on the new information that Aetna will not be offering plans on the Exchange in 2017.

Harvard Pilgrim’s initial closing statement established that the July 15 rate filing reflecting a 21.1% average increase in 2017, and the corresponding rate development methodology, were neither excessive nor unfairly discriminatory. As previously stated, the Affordable Care Act includes provisions to protect consumers from unfair discrimination and establishes a simpler means for members to shop and choose a new carrier whose rates are in line with the market.

While Harvard Pilgrim believes that the July 15 rate filing is also adequate, based on the actuarial analysis provided at the time of filing, Aetna’s decision to withdraw from offering plans on the Exchange adds another level of uncertainty to the individual market in Maine. Taken in combination with Community Health Options’ financial position, this uncertainty will pose additional risk for the remaining carriers offering on the Exchange. Moreover, this uncertainty is only exacerbated by Harvard Pilgrim’s lack of credible experience in the individual market.

While it is too late to revisit the rates filed for 2017, Harvard Pilgrim believes this uncertainty necessitates careful consideration and Harvard Pilgrim respectfully requests that the Superintendent approve Harvard Pilgrim’s rate filing reflecting a 21.1% average increase in 2017 as filed.

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CERTIFICATE OF SERVICE

The undersigned counsel hereby certifies that on this date I caused to be mailed by overnight mail and electronic mail, as indicated, copies of Harvard Pilgrim's Supplemental Closing Statement on the persons and at the addresses indicated below.

<p>Eric A. Cioppa, Superintendent Attention: Elena I. Crowley Docket No. INS-16-1003 Bureau of Insurance Maine Department of Professional and Financial Regulation 34 State House Station Augusta, Maine 04333-0034 [FedEx]</p> <p>Elena I Crowley <a href="mailto:Elena.I.Crowley@maine.gov">Elena.I.Crowley@maine.gov</a> [e-mail]</p>	<p>Thomas C. Sturtevant, Jr. Assistant Attorney General Office of the Attorney General 6 State House Station Augusta, Maine 04333-0006 <a href="mailto:Tom.Sturtevant@maine.gov">Tom.Sturtevant@maine.gov</a> [e-mail]</p>
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Dated: August 12, 2016

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