

## RATE INCREASE JUSTIFICATION PLAIN LANGUAGE SUMMARY

**COMPANY:** UnitedHealthcare Insurance Company  
(NAIC # 79413)

**RATE SUBMISSION:** 2021 Rate Revision and Annual Loss Ratio Filing for:  
Standardized Medicare Supplement Plans  
(SERFF # UHLC-132411010)  
Pre-Standardized Medicare Supplement Plans  
(SERFF # UHLC-132410982)

**DATE:** August 12, 2020

2021 premium rate changes have been requested for several AARP Medicare Supplement Insurance Plans. These would affect approximately 15,800 Standardized plan members, and approximately 130 Pre-Standardized plan members in the State of Vermont.

The new monthly premium rates would apply to members beginning January 1, 2021.

Premium rate changes are needed to cover the expected benefit costs and expenses of the program. Benefit costs change due to increases in costs for medical services and supplies, higher Medicare deductibles and co-payments, and the use of medical services and supplies by members.

Proposed 2021 rate revisions for Standardized Plans average 2.9%; increases by plan range from 2.8% to 7.6%. Proposed 2021 rate revisions for Pre-Standardized Plans average 2.2%; increases by plan range from 0.0% to 2.2%.

<b>Plans Effective 1/1/1992 &amp; Later</b>			<b>Plans Effective Before 1/1/1992</b>	
	Proposed Rate Increases			Proposed Rate
<u>Standardized Plan</u>	<u>Ages 65+</u>	<u>Under Age 65</u>	<u>Pre-Standardized Plan</u>	<u>Increases</u>
Plan A	2.9%	7.6%	Plan M1	2.2%
Plan B	2.8%	7.5%	Plan M2	2.1%
Plan C	2.9%	7.5%	Plan M3 (with drugs)	2.1%
Plan D	2.9%	7.5%	Plan M3 (without drugs)	2.1%
Plan E	2.9%	7.5%	Plan M4 (with drugs)	2.1%
Plan F	2.9%	7.5%	Plan M4 (without drugs)	2.2%
Plan G	2.8%	7.5%	Plan M5	2.1%
Plan H (with drugs)	2.9%	7.5%	Plan M6	2.2%
Plan H (without drugs)	2.8%	7.5%	Plan M7 (with drugs)	2.1%
Plan J (with drugs)	2.9%	7.5%	Plan M7 (without drugs)	2.1%
Plan J (without drugs)	2.9%	7.5%	Plan MA	2.2%
Plan K	3.0%	7.4%	Plan AD/DP	0.0%
Plan L	2.9%	7.5%		
Plan N	2.8%	7.5%		

We are working hard to keep premium rates as low as possible for all members.

The proposed rate increases have been filed with the Vermont Department of Insurance for approval. This filing complies with the laws and regulations of the State of Vermont. Revised rates will not be implemented until approved by the Department.