

**DEPARTMENT OF INSURANCE**

**Legal Division**

45 Fremont Street, 24<sup>th</sup> Floor  
San Francisco CA 94105



**California Plain-Language  
Rate Filing Description**  
[for Web site posting, Health & Safety  
Code 1385.07(d), Insurance Code 10181.7(d)]

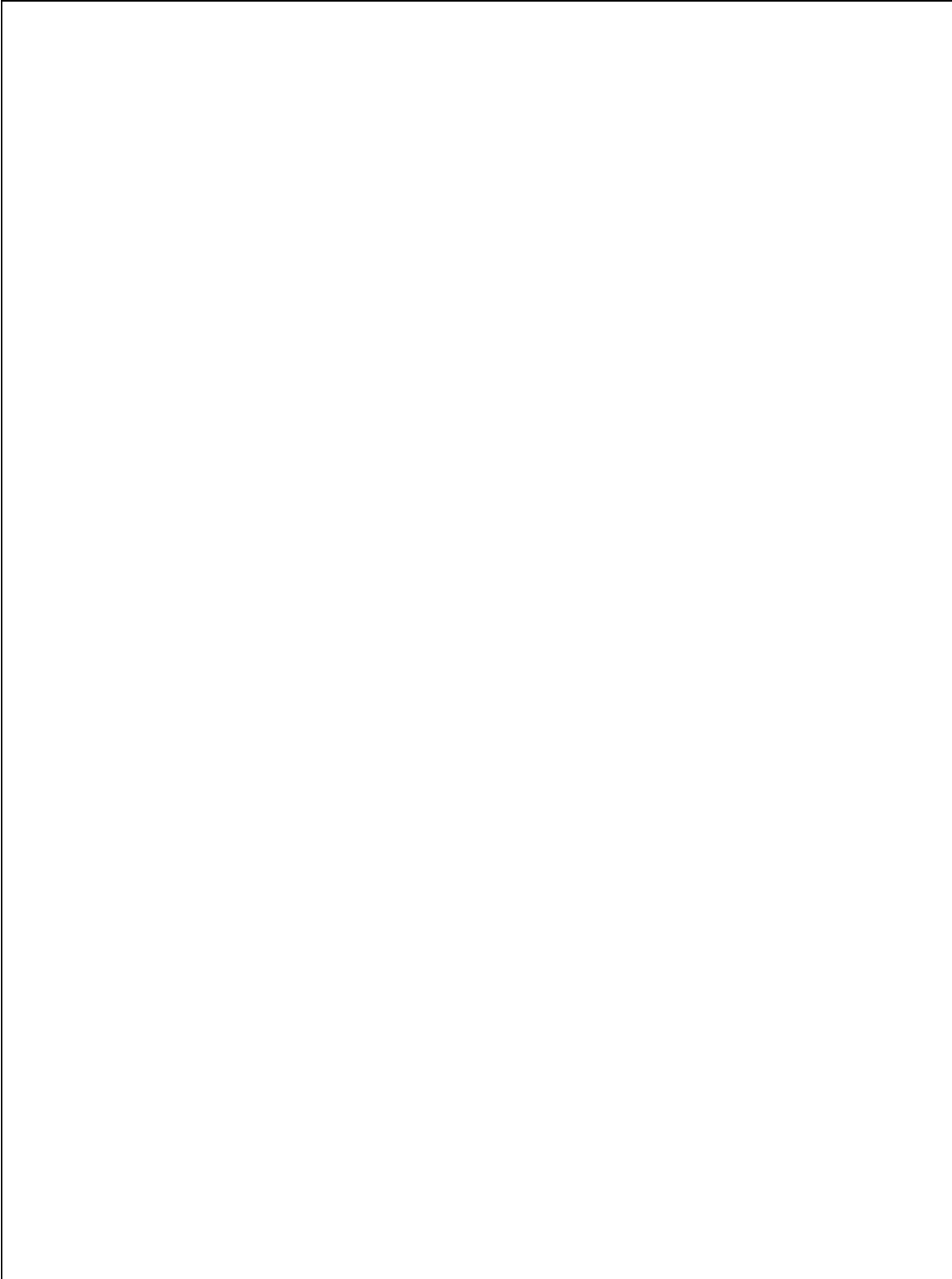
**Company Name:**

**SERFF Tracking Number**

**Department File Number:** (will be completed by Department)

**1. Justification for any unreasonable rate increases.**

(Include all information as to why the rate increase is justified. Attach supporting documentation to this PDF file.)



**2) Overall annual medical trend factor assumptions for all benefits**

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**3) Actual Costs by Aggregate Benefit Category**

Hospital Inpatient	Dollar Cost:
	Cost as Percentage of Medicare:
Hospital Outpatient (including ER)	Dollar Cost:
	Cost as Percentage of Medicare:
Physician/other professional services	Dollar Cost:
	Cost as Percentage of Medicare:
Prescription Drug	Dollar Cost:
	Cost as Percentage of Average Wholesale Price:
Laboratory (other than inpatient)	Dollar Cost:
	Cost as Percentage of Medicare:

Radiology (other than inpatient)	Dollar Cost:
	Cost as Percentage of Medicare:
Other (describe)	Dollar Cost and Description:

**4) Amount of Projected Trend, by Aggregate Benefit Category, Attributable to Use of Services, Price Inflation, Fees and Risk**

Hospital Inpatient	Trend attributable to use of services:
	Trend attributable to price inflation:
	Trend attributable to fees and risk:
Hospital Outpatient (including ER)	Trend attributable to use of services:
	Trend attributable to price inflation:
	Trend attributable to fees and risk:

Physician/other professional services	Trend attributable to use of services:
	Trend attributable to price inflation:
	Trend attributable to fees and risk:
Prescription Drug	Trend attributable to use of services:
	Trend attributable to price inflation:
	Trend attributable to fees and risk:
Laboratory (other than inpatient)	Trend attributable to use of services:
	Trend attributable to price inflation:
	Trend attributable to fees and risk:
Radiology (other than inpatient)	Trend attributable to use of services:
	Trend attributable to price inflation:
	Trend attributable to fees and risk:
Other (describe)	

**5) Other Information**

Complete and submit the CA Plain Language Spreadsheet.

#630302v7

CA PLAIN LANGUAGE SPREADSHEET v. 1

Company Name: Health Net Life Insurance Company

Company ID number for this filing:

SERFF ID number for this filing: HNL1-130544574

For the expense period on which the rates are based, premium attributed to:

Policy Form Numbers	Marketing Names	Medical Costs prior to rate increase <sup>(1)</sup>	Medical Costs after rate increase <sup>(2)</sup>	Administrative costs prior to rate increase <sup>(3)</sup>	Administrative costs after rate increase	Profit/margin projected prior to rate increase	Profit/margin projected after rate increase	Comments
A24401, A24501, A20601	Small Group PPO, EPO	84.5%	80.2%	18.1%	17.0%	-2.6%	2.8%	

(1) "Prior to rate increase" refers to the projected experience period for 2016 Q2 filed rates

(2) "After rate increase" refers to the projected experience period for renewal months in 2016 Q3

(3) Included in the Administrative costs are the following taxes and fees:

Taxes and Fees	Prior to rate increase	After rate increase
Exchange Fee	0.2%	0.2%
Risk Adjustment Fee	0.0%	0.0%
Reinsurer's Fee	0.2%	0.1%
Premium Tax	2.3%	0.0%
Insurer's Fee	1.8%	0.8%
Income Tax	-0.4%	2.0%
PCORI / Risk Adj	0.0%	0.0%
<b>Total</b>	<b>4.2%</b>	<b>3.2%</b>