

From: Bradley Boban -MDInsurance-
Sent: Thursday, December 12, 2024 8:12 AM
To: Koenigsman, Jane
Subject: Comments on LTCI MSA Framework document

Maryland notes that the revised cost-sharing formula reduces carrier cost-sharing below a 400% needed increase, increasing the share that the subscribers must pay. This leads to a net increase in blended rate increase for those increases that are 700% or less. This is contrary to the goal which was to reduce the rate increases for the 85/25/400 cohort. It's not until the cumulative increase gets up to 750% that the proposed methodology produces a lower blended increase.

Why was it necessary to change any of the existing haircuts? Wouldn't it have been better to just add a new haircut level at 400% on top of the existing haircut levels? That would have only reduced rates for consumers and led to lower premium increases for the 85/25/400 cohort. That's would be recommendation that MD could support.



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