

**California Plain-Language Rate Filing Description**

Company Name: Sharp Health Plan  
 SERFF Tracking Number: SHHP-133683773

1) Justification for any unreasonable rate increases  
*(Include all information as to why the rate increase is justified. Attach supporting documentation.)*

2) Actual Allowed Costs by Aggregate Benefit Category for the most recently completed calendar year in PMPM:

Service Category	Allowed Cost PMPM	Cost as % of Medicare
Hospital Inpatient	\$25.73	228.0%
Hospital Outpatient (including ER)	\$7.81	404.1%
Prescription Drug	\$8.69	138.1%
Laboratory (other than inpatient)	\$2.44	118.4%
Radiology (other than inpatient)	\$0.12	309.2%
Capitation (professional)	\$185.11	
Capitation (institutional)	\$165.82	
Capitation (other)	\$5.34	
Other (Other Medical such as Ambulance, DME, Prost)	\$2.02	91.4%
<b>Medical Services</b>	<b>\$403.07</b>	
Rx	\$77.76	N/A
<b>Medical Services + Rx</b>	<b>\$480.83</b>	

3) Projected Annual Medical Services + Rx trend assumptions for all benefits

4.4%

4) Projected Medical Services + Rx Allowed Trend, by Aggregate Benefit Category, Attributable to Use of Services, Price Inflation, Fees and Risk

Service Category	Trend attributable to: Use of Services	Trend attributable to: Price Inflation	Trend attributable to: Fees and Risk	Overall Trend
Hospital Inpatient	4.0%	8.5%	0.0%	12.8%
Hospital Outpatient (including ER)	4.0%	8.5%	0.0%	12.8%
Physician/Other Professional Services	4.0%	8.5%	0.0%	12.8%
Laboratory (other than inpatient)	4.0%	8.5%	0.0%	12.8%
Radiology (other than inpatient)	4.0%	8.5%	0.0%	12.8%
Capitation (professional)	0.5%	1.5%	0.0%	2.0%
Capitation (institutional)	1.0%	1.5%	0.0%	2.6%
Capitation (other)	4.0%	11.5%	0.0%	16.0%
Other (Other Medical such as Ambulance, DME,	4.0%	8.5%	0.0%	12.8%
<b>Medical Services</b>	<b>1.2%</b>	<b>2.5%</b>	<b>0.0%</b>	<b>3.7%</b>
Rx	2.8%	5.1%	0.0%	8.0%
<b>Medical Services + Rx</b>	<b>1.4%</b>	<b>2.9%</b>	<b>0.0%</b>	<b>4.4%</b>

5) Other Information

Please provide any needed comments below