



KPMG LLP
Two Financial Center
60 South Street
Boston, MA 02111

October 13, 2023

The Board of Directors
Commonwealth Health Insurance Connector Authority:

We have audited the financial statements of Commonwealth Health Insurance Connector Authority (the Health Connector), a component unit of the Commonwealth of Massachusetts, as of June 30, 2023, and expect to issue our report thereon under date October 13, 2023. Under our professional standards, we are providing you with the accompanying information related to the conduct of our audit.

Our Responsibility Under Professional Standards

We are responsible for forming and expressing an opinion about whether the financial statements, that have been prepared by management with the oversight of the Board of Directors, are presented fairly, in all material respects, in conformity with U.S. generally accepted accounting principles. We have a responsibility to perform our audit of the financial statements in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. In carrying out this responsibility, we planned and performed the audit to obtain reasonable assurance about whether the financial statements as a whole are free of material misstatement, whether caused by error or fraud. Because of the nature of audit evidence and the characteristics of fraud, we are to obtain reasonable, not absolute, assurance that material misstatements are detected. We have no responsibility to plan and perform the audit to obtain reasonable assurance that misstatements, whether caused by error or fraud, that are not material to the financial statements are detected. Our audit does not relieve management or the Board of Directors of their responsibilities.

In addition, in planning and performing our audit of the financial statements, we considered internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Health Connector's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Health Connector's internal control.

We also have a responsibility to communicate significant matters related to the financial statement audit that are, in our professional judgment, relevant to the responsibilities of the Board of Directors in overseeing the financial reporting process. We are not required to design procedures for the purpose of identifying other matters to communicate to you.

Significant Unusual Transactions

In connection with our audit of the Health Connector's financial statements, no significant unusual transactions were identified.

Uncorrected and Corrected Misstatements

Uncorrected Misstatements and Financial Statement Presentation and Disclosure Omissions

In connection with our audit of the Health Connector's financial statements, no uncorrected financial statement misstatements in the Health Connector's books and records or financial statement presentation and disclosure omissions were identified as of and for the year ended June 30, 2023.



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Corrected Misstatements

In connection with our audit of the Health Connector's financial statements, no corrected financial statement misstatements in the Health Connector's books and records were identified as of and for the year ended June 30, 2023.

Non-GAAP Accounting Policies and Practices

The Health Connector has adopted certain accounting policies or practices that, if applied to significant items or transactions, are not in accordance with U.S. generally accepted accounting principles. The Health Connector has evaluated the effect of the application of such policies and practices on the financial statements and concluded that such effect is not material to the 2023 financial statements.

Changes to Risk Assessment and Planned Audit Strategy

There were no changes to our risk assessment and planned audit strategy.

Significant Accounting Policies and Practices

In connection with our audit of the Health Connector's financial statements, no new, or changes in, significant accounting policies and practices were identified.

Qualitative Aspects of Significant Accounting Practices

We have discussed with the Board of Directors and management our judgments about the quality, not just the acceptability, of the Health Connector's accounting policies as applied in its financial reporting. The discussions generally included such matters as the consistency of the Health Connector's accounting policies and their application, and the understandability and completeness of the Health Connector's financial statements, which include related disclosures.

Significant Accounting Estimates and Significant Financial Statement Disclosures

The preparation of the financial statements requires management of the Health Connector to make a number of estimates and assumptions relating to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period.

Noncompliance with Laws and Regulations, including Illegal Acts or Fraud

In connection with our audit of the Health Connector's financial statements, no identified or suspected instances of non-compliance with laws and regulations, including illegal acts or fraud, have come to our attention.

Significant Difficulties Encountered During the Audit

We encountered no significant difficulties in dealing with management in performing our audit.

Difficult or Contentious Matters for Which We Consulted

In connection with our audit of the Health Connector's financial statements, we did not consult outside of the engagement team for any difficult or contentious matters.

Disagreements with Management

There were no disagreements with management on financial accounting and reporting matters that individually or in the aggregate could be significant to the Health Connector's financial statements, or our report.



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Written Communications

The following written communications between management and us were distributed under separate cover:

1. Engagement letter
2. Management representation letter

Independence

We are not aware of any circumstances or relationships, that in our professional judgement, may reasonably be thought to bear on independence or to which we gave significant consideration in reaching the conclusion that independence has not been impaired.

Affirmation of Independence

In connection with our audit of the Health Connector, KPMG and relevant KPMG professionals have complied with relevant ethical requirements regarding independence, as that term is defined by the professional standards.

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This letter to the Board of Directors intended solely for the information and use of the Board of Directors and management and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

KPMG LLP

Boston, Massachusetts