

Preliminary Rate Increase Justification for 2026

Moda Health Plan, Inc.

Small Group Health Benefit Plans

Rate Change

The average rate change is 9.24%. The maximum is 11.18%, and the minimum is 7.14 %. The number of individuals impacted by this rate change is 365.

Most Significant Factors

Moda Health Plan's 2024 Idaho Small Group experience was used to develop 2026 rates. This experience was determined to be 30.34% credible based on having 5,984 member months in the experience period and needing 65,000 members to be fully credible.

The most significant factor contributing to the increase is Moda Health Plan's emerging Idaho Small Group experience and a 7.4% annual trend. The other significant factor contributing to the increase is the manual rate component. Moda Health Plan's 2024 Oregon Small Group experience trended forward to the 2026 rating period and adjusted to an Idaho cost basis was used to develop the manual rate.

Financial Experience

Moda Health Plan's estimated 2024 Idaho Small Group experience as of the rate filing deadline is shown in the table below.

Component	Amount	% of Revenue
Premium	\$2,003,997	100.0%
Allowed Claims	\$1,986,029	99.1%
Reinsurance	\$0	0.0%
Paid Claims (net of reinsurance)	\$1,367,128	68.8%
Risk Adjustment	-\$528,339	-26.4%
Administrative Expense	\$255,910	12.8%
Taxes and Fees	\$32,465	1.6%
Profit/Loss	-\$264,780	-9.0%

Key Assumptions

The 2026 rates are made up of the following components:

- Claims: 83.32%
- Administrative costs (including commissions): 12.70%
- Federal taxes and fees: 0.11%
- State taxes and fees: 1.87%
- Contribution to surplus, profit, and risk margin: 2.00%