

Preliminary Rate Increase Justification for 2024

Moda Health Plan, Inc.

Small Group Health Benefit Plans

Rate Change

The average rate change is 5.02%. The maximum is 6.10%, and the minimum is 3.09%. The number of individuals impacted by this rate change is 163.

Most Significant Factors

This was a new business offering for 2023. There is no 2022 experience, so 2024 rates are 100% manually rated.

The most significant factor is the annual allowed trend factor of 6.50% which is close to the average rate change of 5.02%.

Financial Experience

Not applicable.

Key Assumptions

The 2023 rates are made up of the following components:

- Claims: 84.61%
- Administrative costs (including commissions): 12.77%
- Federal taxes and fees: 0.12%
- State taxes and fees: 1.50%
- Contribution to surplus, profit, and risk margin: 1.00%