Preliminary Rate Increase Justification for 2027

Moda Health Plan, Inc.
Individual Health Benefit Plans

Rate Change

The average rate change is 26.82%. The maximum is 30.97%, and the minimum is 24.80%. The number of individuals impacted by this rate change is 4,801.

Most Significant Factors

Moda Health Plan's 2025 Idaho Individual experience was used to develop 2027 rates. This experience was determined to be 93.97% credible based on having 57,398 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 Individual experience and an 9.2% annual trend. The other significant factor contributing to the increase is the manual rate component. Moda Health Plan's 2025 Oregon Individual experience trended forward to the 2027 rating period and adjusted to an Idaho cost basis was used to develop the manual rate.

Other factors impacting the overall rate change are changes in reinsurance, risk adjustment, and silver loading assumptions.

Financial Experience

Moda Health Plan's estimated 2025 Idaho Individual experience as of the rate filing deadline is shown in the table below.

Component	Amount	% of Revenue
Premium	$26,986,965	100.0%
Allowed Claims	$29,583,879	109.6%
Reinsurance	$3,200,933	11.9%
Paid Claims (net of reinsurance)	$19,912,774	73.8%
Risk Adjustment	($8,187,579)	-30.3%
Administrative Expense	$3,435,441	12.7%
Taxes and Fees	$485,765	1.8%
Profit/Loss	($5,034,594)	-18.7%

Key Assumptions

The 2027 rates are made up of the following components.

- Claims: 83.49%
- Administrative costs (including commissions): 12.73%
- Federal taxes and fees: 0.10%
- State taxes and fees: 1.78%
- Contribution to surplus, profit, and risk margin: 2.00%