Preliminary Rate Increase Justification for 2027

Moda Health Plan, Inc.
Small Group Health Benefit Plans

Rate Change

The average rate change is 22.31%. The maximum is 28.63%, and the minimum is 18.11%. The number of individuals impacted by this rate change is 484.

Most Significant Factors

Moda Health Plan's 2025 Idaho Small Group experience was used to develop 2027 rates. This experience was determined to be 26.12% credible based on having 4,436 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 9.2% annual trend. The other significant factor contributing to the increase is the manual rate component. Moda Health Plan's 2025 Oregon Small Group experience trended forward to the 2027 rating period and adjusted to an Idaho cost basis was used to develop the manual rate.

Financial Experience

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

Component	Amount	% of Revenue
Premium	$1,777,510	100.00%
Allowed Claims	$2,995,085	168.50%
Reinsurance	$0	0.00%
Paid Claims (net of reinsurance)	$2,471,216	139.03%
Risk Adjustment	$427,977	24.08%
Administrative Expense	$225,388	12.68%
Taxes and Fees	$37,683	2.12%
Profit/Loss	-$528,801	-29.75%

Key Assumptions

The 2027 rates are made up of the following components:

- Claims: 83.44%
- Administrative costs (including commissions): 12.72%
- Federal taxes and fees: 0.09%
- State taxes and fees: 1.75%
- Contribution to surplus, profit, and risk margin: 2.00%