

Preliminary Rate Increase Justification for 2026

Moda Health Plan, Inc.

Individual Health Benefit Plans

Rate Change

The average rate change is 7.82%. The maximum is 8.9%, and the minimum is 6.52%. The number of individuals impacted by this rate change is 4,895.

Most Significant Factors

Moda Health Plan's 2024 Idaho Individual experience was used to develop 2026 rates. This experience was determined to be 85.70% credible based on having 47,735 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 8.1% annual trend. The other significant factor contributing to the increase is the manual rate component. Moda Health Plan's 2024 Oregon Individual experience trended forward to the 2026 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 2024 Idaho Individual experience as of the rate filing deadline is shown in the table below.

Component	Amount	% of Revenue
Premium	\$14,600,489	100.0%
Allowed Claims	\$13,026,642	107.0%
Reinsurance	\$801,040	15.5%
Paid Claims (net of reinsurance)	\$8,281,210	63.0%
Risk Adjustment	-\$4,672,250	-23.6%
Administrative Expense	\$2,667,625	13.0%
Taxes and Fees	\$329,554	1.6%
Profit/Loss	-\$233,673	-1.1%

Key Assumptions

The 2026 rates are made up of the following components.

- Claims: 83.44%
- Administrative costs (including commissions): 12.72%
- Federal taxes and fees: 0.10%
- State taxes and fees: 1.74%
- Contribution to surplus, profit, and risk margin: 2.00%