

Kaiser Foundation Health Plan of the Northwest 2027 Oregon Small Group and Individual Rate Filings

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Explanation of Request – Individual

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- The average change in rates is 12.3% and the highest change is 14.2%, based on rating area 1.
- Changes to the plan or product offerings for 2027:
 - 15 renewing plans and no new or terminating plans
 - No benefit changes were necessary to plans or products to comply with state or federal law
 - There are no network or service area changes and no area factor changes
- Major changes to the formulary
 - Our formulary is periodically updated however there are no major changes for 2027
 - KP does not receive any pharmacy/prescription drug rebates.

Explanation of Request - Individual

- In 2027 our rate filing included 0.9% of silver loading factor, assuming that all BHP-eligible members will move to BHP.
- The expiration of enhanced APTC's in 2026 along with the lower silver loading factor due to the BHP have significantly decreased the premium subsidies and buying power of our members and will lead to a continued decrease in projected membership and increase in average morbidity, assuming that the healthier members will tend to leave the market when they can no longer receive premium subsidies.
- The Oregon state-based exchange fee has not been finalized for 2027, but preliminary recommendations present a significant increase in fees relative to 2026, adding an additional 1% to 2% for the rates for 2027.

Explanation of Request – Small Group

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- The average change in rates is 9.5% and the highest change is 19%.
- Rate do not vary by geographical area.
- Changes to the plan or product offerings for 2027:
 - No changes were necessary to plans or products to comply with state or federal law.
 - There are no network or service area changes for 2027.
 - No plans are being terminated in 2027, and we are adding six new plans for 2027.

Explanation of Request – Small Group

- Major changes to the formulary
 - Our formulary is periodically updated however there are no major changes for 2027.
- Uncertainty (state and federal)
 - The 2027 Small Group rate filing does not include an adjustment due to the uncertainty of the current political climate.
 - For the small group market Oregon allows quarterly rate filing. If political changes occur that significantly impact the market are passed, we will submit a quarterly filing at that time.
- KP does not receive any pharmacy/prescription drug rebates.