

Part II – Written Description Justifying the Rate Increase

Qualified Health Plan Issuers are requested to post a justification for a rate increase to its website. Below is justification for the rate increase effective January 1, 2023 for UnitedHealthcare of Oklahoma, Inc. (UHC) Individual medical plans offered in Oklahoma that are fully compliant with the Patient Protection and Affordable Care Act.

Rate Change: Overall average of 15.7%. The rate change by plan varies from 12.7% to 18.1%.

Number of Individuals Impacted: 2,351

Financial Experience of Product: The product was new beginning on January 1, 2021, and while the experience is not fully credible, the product experienced a loss of 6.0%.

Key Drivers of Change in Premiums:

- The net claims experience after accounting for systems that compensate health insurers for higher/lower risk than market average (risk adjustment program) was worse than expected. A significant portion of this worse-than-expected experience was a revision in our understanding of provider reimbursement rates.
- Medical cost trends
- Accounting for increased morbidity due to expiration of American Rescue Plan Act subsidies that enabled healthy members who would have otherwise forgone insurance to purchase coverage