

CareSource
Individual Medical Business
Part II – Written Description Justifying the Rate Increase

This document contains the Part II written description justifying the rate increase subject to review on CareSource's (CAS) individual medical block of business in Ohio, effective January 1, 2026. The average proposed rate increase is 17.2% and varies based on age, geographic region, and plan selection. There are 46,541 members currently enrolled that will be affected by the rate change. CAS has historically been profitable in this market, however costs for services and the number of services for both medical and pharmacy benefits have increased significantly and is the major contributor to this rate action. Changes in benefits are not a major contributor to the rate action and are within the bounds defined by CMS' Final AV Calculator instructions. The expiration of ARPA and the resulting assumed reduction in total marketplace membership is a driver of increased administrative expenses in this filing.