



**CareSource Georgia Co.
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 Georgia Co.'s (CGA) individual medical block of business in Georgia, effective January 1, 2027. The average proposed rate increase is 27.7% and varies based on age, geographic region, and plan selection. There are 22,010 members currently enrolled that will be affected by the rate change.

Both costs and the number of services for medical and pharmacy benefits have increased significantly, which 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.