HIOS Part II Preliminary Justification – Written Explanation of Rate Increase
Alliant Health Plans
Individual Comprehensive Medical Business in Georgia
January through December 2027

1. SCOPE AND RANGE OF RATE INCREASE

The purpose of this justification is to explain the rate increases for the following Alliant Health Plans (Alliant) individual comprehensive medical plans in Georgia with effective dates of January 1, 2027 through December 31, 2027.

This justification is intended to comply with the requirements of Section 2794 of the Public Health Service Act as added by Section 1003 of the Patient Protection and Affordable Care Act (ACA). This justification may not be appropriate for purposes or scopes beyond those described above and, therefore, should not be used for other purposes.

This justification specifically addresses the rate increase requested for the SoloCare products, which impacts about 93,288 members. The average rate increase across all plans and rating regions from the most recently approved rates effective January 1, 2026 is 21.5%. The minimum and maximum rate changes are 12.3% and 26.9%, respectively. The rate change varies by benefit plan and geographic area.

2. CHANGES IN EXPERIENCE BASIS

Alliant's 2025 claims experience was unfavorable relative to the 2024 claims experience used in developing 2026 rates.

3. CHANGES IN MEDICAL SERVICE COSTS AND TREND ASSUMPTIONS

The projection of claims from Alliant's experience period to 2027 includes an expected increase in the cost of all medical and pharmacy services. We developed these trend assumptions using general industry knowledge regarding recent trends in medical inflation, industry research, and judgment.

4. CHANGES IN BENEFITS

Alliant will make cost sharing modifications by plan to comply with the final 2027 Actuarial Value Calculator and to align with Alliant's desired market position. To the extent that the plan changes lead to a higher or lower level of benefit richness, the premium rates would increase or decrease, respectively.

5. CHANGES IN RISK ADJUSTMENT PROJECTION

Alliant's projected 2027 risk adjustment payable increased relative to the payable assumed in the 2026 rates.

6. EXPIRATION OF EXPANDED ADVANCE PREMIUM TAX CREDIT SUBSIDIES

It is expected the expiration of expanded Advance Premium Tax Credit subsidies will result in higher market morbidity due to the expected mix of enrollees remaining in the market.