CareSource

Common Ground Healthcare Cooperative
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 Common Ground Healthcare Cooperative's (CGHC) individual medical block of business, effective January 1, 2026. The average proposed rate increase is 15.8%, while the exact change varies between 5.7% and 47.0%. The exact rate change for a subscriber varies based on age, geographic region, and plan selection. There are 50,092 members enrolled as of March 2025 who are affected by the change.

The main drivers of the rate increase are increasing utilization and cost trends across a number of services with trends anticipated to be over 7%. Additionally, the expiration of ARPA expanded subsidies is adding additional expected utilization and an overall change in market acuity.