

2018 Rates in the Individual Market

October 18, 2017

Pritika Dutt

Deputy Director, Office of Financial Review

Rate Setting Timeline

May 2017:
Covered
California
received
health plan
proposed
rates

August 1, 2017:
QHP
Preliminary
Rate
Announcement

October
11, 2017:
The date
by which
all rates
must be
finalized

January
1, 2018:
Effective
date of
rates

June-July
2017:
QHP/Covered
California
Negotiations

August 1, 2017:
DMHC posts
health plans'
proposed rates
to public website

November
1, 2017:
Open
enrollment
begins

Rate Review Process

- The DMHC Actuaries review health plans' underlying medical costs and trends, as well as other factors, to determine whether the proposed rates are justified
- The statewide average increase across Covered California health plans ranged from 9.8% to 44.7%

Average Rate Increase Per Plan

Plan Name	Average Rate Increase	Projected Enrollment
Molina Healthcare	44.7%	150,102
Blue Cross of California	37.3%	135,419
Blue Shield of California	22.8%	659,006
Health Net	22.0%	141,162
L.A. Care Health Plan	21.7%	22,570
Western Health Advantage	19.3%	18,798
Oscar Health Plan of California	18.3%	25,551
Chinese Community Health Plan	15.1%	12,547
Sharp Health Plan	14.7%	34,007
Kaiser Permanente	11.6%	525,715
Valley Health Plan	9.8%	2,945

Questions