This filing pertains to Anthems 2026 ACA compliant Individual plans. The initial average requested rate increase was 16.91 percent. Final rate changes range from 7.61 percent to 23.70 percent. The projected pricing loss ratio for this block is 83.2 percent for the 2027 rating period. This is equivalent to an 85.3 percent ACA defined MLR for rebate calculation purposes. The assumed profit margin is 5.1 percent. The ACA defined loss ratio exceeds the minimum requirement of 80.0 percent by 5.3 percent therefore, the profit margin assumption was not considered unreasonable. Anthem used its 2025 ACA compliant individual plan's experience in the development of the proposed 2027 rates. Anthem considered this experience 100 percent credible with about 34.6K members, which exceeded its minimum threshold standard for full credibility of approximately 9.7K members. Key Assumptions Base Period Experience Calendar year 2025 claims data paid through March 2026 is used as the base period experience for the development of the 2027 rates. Expected morbidity change Anthem assumed a morbidity change of 1.0485. This assumption reflects projected Anthem and market changes in morbidity resulting from the expiration of the enhanced ACA premium tax credits on December 31, 2025. Non benefit expense The Company's projected 2027 Non Benefit Expenses are estimated to be 14.1 percent of premium. Administrative Expenses 6.04 percent Taxes Fees 2.95 percent Profit and Risk Margin 5.11 percent The filing underwent thorough review. The actuary responded to all inquiries and provided supporting documentation and exhibits. While actual results may vary due to market uncertainties, the assumptions were adequately supported. Based on the review, and with no substantial compliance issues under 806 KAR 17150, the rate filing was approved with an average increase of 16.91 percent.