REINSURANCE PAYMENTS SERIES II

REINSURANCE PAYMENT CALCULATION AND CROSS-YEAR CLAIMS UPDATE

January 14, 2016

Payment Policy & Financial Management Group,
Division of Reinsurance Operations Training Series

CMS
CENTERS FOR MEDICARE & MEDICAID SERVICES

HTTPS://WWW.REGTAP.INFO/

Agenda

- Session Guidelines
- Intended Audience
- Purpose
- Calculation Overview
- RI Calculation Examples
- Next Steps
- Upcoming Webinars
- Questions
- Resources
- Closing Remarks

Session Guidelines

- This is a 90-minute webinar session.
- This webinar will feature a live Question & Answer (Q&A) session following the content presentation.
- Frequently Asked Questions (FAQs) will be posted in the coming weeks.
- For questions regarding content, please submit inquiries to the Registration for Technical Assistance Portal (REGTAP) at https://www.REGTAP.info/.
- For questions regarding logistics and registration, please contact the Registrar at (800) 257-9520.

Intended Audience

- Issuers of Reinsurance-eligible plans (Marketplace and Non-Marketplace).
- Third Party Administrators (TPAs), Administrative Services-Only (ASO) contractors and other Support Vendors.
- Amazon and On-Premise External Data Gathering Environment (EDGE) server issuers (Exchange and Non-Exchange).

Purpose

This Reinsurance (RI) Payments session will:

- Provide a step-by-step explanation of the individual enrollee-level RI calculations that will occur on the EDGE server including:
  - Claims and enrollee selection rules
  - Application of the Cost-sharing Reduction (CSR) Maximum Out-of-Pocket (MOOP) adjustment calculation for individual and family policy
  - Explanation and examples of how the cross-year claims update will impact the calculation

Cross-Year Medical Claims Update for Benefit Year 2015

- On January 22, 2016, the software was updated to include all eligible, non-orphaned cross-year claims in calculating the total paid amount, regardless of whether the associated enrollee has any active 2015 enrollment.
- **Cross-year claims and 2014 enrollment are not used in calculating the CSR MOOP Adjustment.**

RI Calculation Review

RI Calculation Overview

Calculation of RI payments on the EDGE server is broadly categorized into seven (7) steps:

1. Identify RI-eligible Claims
2. Identify RI-eligible Enrollees and Enrollment Periods
3. Calculate Total Paid Amount for Each Enrollee
4. Calculate the CSR MOOP Adjustment
5. Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount by Enrollee
6. Apply National RI Parameters
7. Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount for Issuer

Step 1: Identify RI-eligible Claims

The first step in the RI calculation is identifying eligible claims.

Selection criteria for any eligible claim:

- Identify **active** claims; claims in an inactive status are not eligible for RI consideration.
- Enrollee ID in the claim **must match an active Enrollee ID** in the enrollment table.
  - Claims without active enrollees are considered orphaned claims and an outbound file will be generated for issuers listing all orphaned claims.
- The Plan ID on the claim **must match the Plan ID** of at least one (1) active enrollment period.
- The Plan is an **active individual market plan** as defined by the plan reference table.
- The Statement Covers To Date must be on or before December 31, 2015.

Step 1: Identify RI-eligible Claims
(continued)

- **Medical Claims Selection Criteria**
  - Statement Covers Through Date must be January 1st – December 31st of the current payment year.
  - Statement Covers From Date must be on or after the active enrollment period start date of the enrollee and on or before that enrollment period's end date.
- **Pharmacy Claims Selections Criteria**
  - Fill Date must be January 1st – December 31st of the current payment year.
  - Fill Date must be on or after the active enrollment period start date of the enrollee and on or before that enrollment period's end date.

Knowledge Check #1

Cross-year claims and 2014 enrollment will be used in calculating the CSR MOOP Adjustment.

A. ☐ True

B. ☐ False

Knowledge Check #1: Answer

Cross-year claims and 2014 enrollment will be used in calculating the CSR MOOP Adjustment.

A. ☐ True

B.  False

Step 2: Identify RI-eligible Enrollees and Enrollment Periods

- To be selected as eligible enrollees, enrollees must meet one (1) of the following criteria:
  - Enrollees must have one (1) or more eligible claims for the payment year;

    or

  - Enrollees have no RI-eligible claims **and** have an active enrollment period for a plan for the current payment year
- RI-eligible enrollees with no eligible claims will be included in RI reporting, but do not contribute to RI calculation estimates.

Step 3: Link Claims to Enrollees and Calculate Total Paid Claims Amount for Each Enrollee

- Next, all RI-eligible claims are assigned to associated RI-eligible enrollees using specific criteria including enrollee ID, plan ID and dates.
  - For more information on how claims and enrollees are linked and orphan troubleshooting, please see the previous *EDGE Server Baseline Data Calculations, Monitoring EDGE Data Submissions and an Introduction to ECD/ECS Reports* webinar in the REGTAP Library under the Distributed Data Collections (DDC) program area.
- The paid amounts of linked RI-eligible claims are summed for each enrollee to arrive at a **total plan paid amount** for the enrollee.
  - If an enrollee is in more than one (1) plan for an issuer in one (1) year, claims across the plans are aggregated.

Step 4: Calculate the CSR MOOP Adjustment

The Centers for Medicaid and Medicare Services (CMS) makes payments to issuers with enrollees in CSR plans in order to reduce issuers' claims liability. To reflect this, the RI calculation deducts an adjustment for CSR enrollees. This is referred to as the "CSR MOOP Adjustment" and is calculated in five (5) steps:

Step 4.1: Identify enrollment periods by family and individual sub-policies.

Step 4.2: Look up MOOP reference value for each CSR MOOP adjustment period and apply the CSR MOOP Adjustment logic.

Step 4.3: Calculate individual policy MOOP adjustment (if applicable).

Step 4.4: Calculate family policy MOOP adjustment (if applicable).

Step 4.5: Calculate the total CSR MOOP Adjustment by enrollee.

Step 5: Calculate CSR MOOP-Adjusted RI-eligible Total Amount by Enrollee

CSR MOOP-Adjusted RI-eligible Total Amount = (Enrollee RI Total Paid Amount) – (Enrollee Total CSR MOOP Adjustment)

Scenario	Plan ID	Enrollee ID	Claim ID	Claim Paid Amount	Included for RI?	Exclusion Reason	RI Eligible Plan Paid Amount per Claim	Total Enrollee Paid Amount	Total Enrollee MOOP	RI Eligible Total Paid Amount
RI eligible claim	11111VA004999904	RANDERSON	C128	$50,000.00	Y	-	$50,000.00	$100,200.00	$475.75	$99,724.25
RI orphan claim	11111VA004999904	RANDERSON	C129	$1,000.00	N	No associated enrollment period	$0.00			
RI Eligible Claim	11111VA004999904	RANDERSON	C130	$200.00	Y	-	$200.00			
RI eligible claim: cross-year	11111VA004999904	RANDERSON	C1301	$50,000.00	Y	-	$50,000.00			
RI eligible claim: cross-year	11111VA004999906	GLOPEZ	C1371	$450,000.00	Y	-	$450,000.00	$450,000.00	$0.00	$450,000

Enrollee RANDERSON Example:

RI Total Paid Amount = (Total Paid Amount) – (Enrollee MOOP Adjustment)
= $100,200 - $475.75 = $99,724.25

Step 6: Apply National RI Parameters

- The national RI parameters are applied to the enrollee RI-eligible total paid claims amount from Step 5. Parameters for Benefit Year 2015 are:
  - Attachment point: $45,000
  - Cap: $250,000
  - Estimated EDGE coinsurance: 50%
- If the enrollee's total paid claims net of CSR MOOP Adjustment **is less than the attachment point**, the estimated RI payment will be $0.
- If the enrollee's total paid claims net of CSR MOOP Adjustment **is greater than $45,000 but less than $250,000**, then estimated RI payment = (RI-eligible total paid claims - $45,000) x 50%
- If the enrollee's total paid claims net of CSR MOOP Adjustment **is greater than or equal to $250,000** then estimated RI Payment = $205,000 x 50% = $102,500
  - The difference between the RI cap ($250,000) and the RI attachment point ($45,000) = $205,000

Step 6: Apply National RI Parameters
(continued)

- The final coinsurance rate depends on the amount collected in RI contributions from issuers and eligible paid claims submitted by issuers to the EDGE.
- CMS may potentially pay up to 100% of claims costs that fall between the attachment point and cap. Therefore, the maximum RI payment estimate per enrollee could be up to $205,000.
- On June 30, 2016, CMS will provide issuers with payment reports that include the actual coinsurance rate.
- Estimated RI amounts **before** estimated coinsurance is applied is called <*estimatedRIpayment*> in both RI payment reports [Reinsurance Detail Enrollee Report (RIDE) and Reinsurance Summary Report (RISR)]
- Estimated RI amounts **after** estimated coinsurance is called <*coinsurancePercentPayments*> in the RIDE and <*coinsuranceAdjustedRiPayment*> in the RISR.

Step 7: Calculate Estimated RI Payment for Issuer

Estimated RI payments for each RI-eligible enrollee within an issuer, as calculated in Step 6, is summed to arrive at the CSR MOOP-Adjusted RI-eligible Total Paid Amount. This represents the total estimated amount of RI payment due to the issuer for the current benefit year.

Knowledge Check #2

What is the estimated RI-eligible payment if the enrollee's total paid claims net of CSR MOOP Adjustment is greater than or equal to $250,000?

A. ☐ $105,000

B. ☐ $250,000

C. ☐ $150,000

D. ☐ $205,000

Knowledge Check #2: Answer

What is the estimated RI-eligible payment if the enrollee's total paid claims net of CSR MOOP Adjustment is greater than or equal to $250,000?

A. ☐ $105,000

B. ☐ $250,000

C. ☐ $150,000

D. ☑ $205,000

RI Calculation Examples for Cross-year Claims

Cross-year Claims Example 1

Step 4.1: Identify Individual/Family Sub-policies

Assume Steps 1-3 of the RI calculation have been completed. Subscriber A is enrolled in an individual policy for all of 2014 and 2015, and has both cross-year and 2015-only claims.

- Since Subscriber A has enrollment in 2015, a CSR MOOP Adjustment is calculated for the 2015 individual policy.
- NO MOOP adjustment is calculated for Subscriber A's 2014 individual policy.

2014 – Coverage Year	2015 – Coverage Year
Subscriber A 021028 – Initial	Subscriber A 021041 – Renewal
No CSR MOOP Adjustment	**Individual CSR MOOP Adjustment Calculation**

Cross-year Claims Example 1 (continued)

Step 4.2: Look up MOOP Reference Values for Each CSR MOOP Adjustment Period

- Subscriber A's plan ID ends in "04" and is an individual policy. Subtract the individual MOOP value for that plan from the individual MOOP value of the "01" variant as shown below.

Enrollee	Plan	Enrollment Period Dates	Total Paid Amount of Cross-Year Claims Only	Total Paid Amount of Current Year Claims
Subscriber A	11111VA00199990**4**	1/1/2014-12/31/2014	$100,000.00	$0.00
Subscriber A	11111VA00199990**4**	1/1/2015-5/31/2015	$0.00	$50,000.00

Sample Plan Reference Table

16-DIGIT PLAN ID	INDIVIDUAL	FAMILY
11111VA004999900	$6,350.00	$12,700.00
11111VA004999901	**$6,350.00**	$12,700.00
11111VA004999902	$0.00	$0.00
11111VA004999903	$6,350.00	$12,700.00
11111VA004999904	**$5,200.00**	$10,400.00
11111VA004999905	$2,000.00	$4,000.00
11111VA004999906	$700.00	$1,400.00

$$CSR\ MOOP\ Adjustment_{individual} = \$6,350 - \$5,200 = \$1,150$$

Cross-year Claims Example 1 (continued)

Step 4.3: Calculate Individual Policy MOOP Adjustment

Pro-rate the result from the previous step using only the number of days enrolled in the individual policy in 2015

2014 – Coverage Year	2015 – Coverage Year
Subscriber A 021028 – Initial	Subscriber A 021041 – Renewal
No CSR MOOP Adjustment	**Individual CSR MOOP Adjustment Calculation**

$$\text{MOOP adjustment}_{\textit{Subscriber A}} = \text{MOOP adjustment from step 4.2} \times \frac{\text{Days in MOOP Adjustment Period}}{365}$$

$$\text{MOOP Adj.}_{\textit{Subscriber A}} = \$1{,}150 \times \frac{151}{365}$$

$$\text{CSR MOOP Adjustment}_{\textit{Subscriber A Period 2}} = \mathbf{\$475.75}$$

Cross-year Claims Example 1 (continued)

Step 4.5: Calculate Total CSR MOOP Adjustment by Enrollee

- A total CSR MOOP Adjustment is calculated for each enrollee by summing the CSR MOOP Adjustments allocated for each enrollment period.
- Subscriber A only has one (1) MOOP adjustment, since none is calculated for 2014 enrollment.
- Total CSR MOOP Adjustment for Subscriber A = $475.75

2014 – Coverage Year	2015 – Coverage Year
Subscriber A 021028 – Initial **$0.00**	Subscriber A 021041 – Renewal **$475.75**
No CSR MOOP Adjustment	**Individual CSR MOOP Adjustment Calculation**

Cross-year Claims Example 1(continued)

Step 5: Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount by Enrollee

RI-eligible Total Paid Amount Net of MOOP Adjustment =
(Total Paid Amount Including Cross-year Claims) – (Enrollee CSR MOOP Adjustment)

For Subscriber A:

Total Paid Amount Net of MOOP = ($100,000 + $50,000) - $475.75
= **$149,524.25**

Enrollee	Plan	Enrollment Period Dates	Total Paid Amount of Cross-Year Claims Only	Total Paid Amount of Current Year Claims
Subscriber A	11111VA001999904	1/1/2014-12/31/2014	**$100,000.00**	$0.00
Subscriber A	11111VA001999904	1/1/2015-5/31/2015	$0.00	**$50,000.00**

Cross-year Claims Example 1 (continued)

Step 6: Apply National RI Parameters

Both subscribers have Total Paid Amount net of MOOP between the RI attachment point and RI cap. Therefore:

Enrollee RI Payment Estimate = (RI Total Paid Amount Net of MOOP Adjustment – Attachment Point) x Coinsurance Rate

For Subscriber A:

Subscriber A RI Payment Estimate = ($149,524.25 – $45,000) x .50
= $104,524.25 x .50
= **$52,262.13**

Step 7: Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount for Issuer

Assuming Subscriber A is the only enrollee for this issuer and the estimated 50% coinsurance rate, the issuer would receive **$52,262.13** in RI payment.

Cross-year Claims Example 2

Step 4.1: Identify Individual/Family Sub-policies

Assume Steps 1-3 of the RI calculation have been completed and claims data has been aggregated for Subscriber C, as shown in the claims and enrollment data table below. Subscriber C is enrolled in an individual policy in 2014 only and has cross-year claims only.

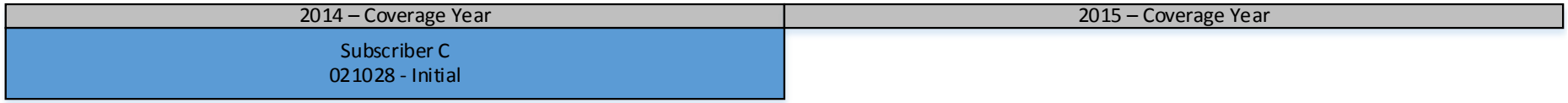
2014 – Coverage Year	2015 – Coverage Year
Subscriber C 021028 - Initial	

Enrollee	Plan	Enrollment Period Dates	Total Paid Amount of Cross-Year Claims Only	Total Paid Amount of Current Year Claims
Subscriber C	11111VA001999903	1/1/2014-12/31/2014	$50,000	$0.00

Cross-year Claims Example 2 (continued)

(Skip) to Step 5: Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount by Enrollee

No CSR MOOP Adjustment on 2014 enrollment or cross-year claims, so Step 4 does not apply.



No CSR MOOP Adjustment Calculation

Enrollee	Plan	Enrollment Period Dates	Total Paid Amount of Cross-Year Claims Only	Total Paid Amount of Current Year Claims
Subscriber C	11111VA001999903	1/1/2014-12/31/2014	$50,000	$0.00

Cross-year Claims Example 2 (continued)

Step 5: Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount by Enrollee

RI-eligible Total Paid Amount Net of MOOP Adjustment =
(Total Amount Paid including cross-year claims) – (Enrollee CSR MOOP Adjustment)

For Subscriber C:

Total Paid Amount Net of MOOP = $50,000 - 0
= $50,000

Enrollee	Plan	Enrollment Period Dates	Total Paid Amount of Cross-Year Claims Only	Total Paid Amount of Current Year Claims
Subscriber C	11111VA001999903	1/1/2014-12/31/2014	$50,000	$0.00

Cross-year Claims Example 2 (continued)

Step 6: Apply National RI Parameters

Both subscribers have Total Paid Amount net of MOOP between the RI attachment point and RI cap. Therefore:

Enrollee RI Payment Estimate = (RI Total Paid Amount Net of MOOP Adjustment – Attachment Point) x Coinsurance Rate

For Subscriber C:

Subscriber A RI Payment Estimate = ($50,000 – $45,000) x .50
= $5,000 x .50
= **$2,500.00**

Step 7: Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount for Issuer

Assuming Subscriber C is the only enrollee for this issuer and the estimated 50% coinsurance rate, the issuer would receive **$2,500.00** in RI payment.

Cross-year Claims Example 3

Step 4.1: Identify Individual/Family Sub-policies

- Assume Steps 1-3 of the RI calculation have been completed and claims data has been aggregated for Subscriber A.
- Subscriber A and Dependent B are in the same family policy enrollment period from 1/1/2014 to 12/31/2014. After renewing on 1/1/2015, Dependent B leaves the policy on 5/31/2015 and Subscriber A continues on the policy with a modification from 6/1/2015 to 12/31/2015.
- This results in two (2) CSR MOOP Adjustment calculations: one (1) family calculation for the first sub-policy period in 2015 and one (1) individual calculation for the second sub-policy period in 2015.

2014 – Coverage Year	2015 – Coverage Year	
Subscriber A 021028 - Initial	Subscriber A 021041 - Renewal Period 1	Subscriber A 001 - Mod Period 2
Dependent B 021028 - Initial	Dependent B 021041- Renewal	
No CSR MOOP Adjustment	**Family CSR MOOP Adjustment Calculation**	**Individual CSR MOOP Adjustment Calculation**

Cross-year Claims Example 3 (continued)

Step 4.2: Look up MOOP Reference Values for Each CSR MOOP Adjustment period

- Assume steps 1-3 of the RI calculation have been completed and claims data has been aggregated for both enrollees, as shown in the claims and enrollment data table below.
- Subscriber A's plan ID ends in "04" and is a family policy. Subtract the family MOOP value for that plan from the family MOOP value of the "01" variant as shown below.

Enrollee	Plan	Enrollment Period Dates	Total Paid Amount of Cross-Year Claims Only	Total Paid Amount of Current Year Claims
Subscriber A	12345VA001999904	1/1/2014-12/31/2014	$100,000.00	$0.00
Subscriber A	12345VA001999904	1/1/2015-5/31/2015	$0.00	$50,000.00
Subscriber A	12345VA001999904	6/1/2015-12/31/2015	$0.00	$15,000.00
Dependent B	12345VA001999904	1/1/2014-12/31/2014	$50,000	$0.00
Dependent B	12345VA001999904	1/1/2015-5/31/2015	$0.00	$50,000.00

Sample Plan Reference Table

16-DIGIT PLAN ID	INDIVIDUAL	FAMILY
11111VA004999900	$6,350.00	$12,700.00
11111VA004999901	$6,350.00	**$12,700.00**
11111VA004999902	$0.00	$0.00
11111VA004999903	$6,350.00	$12,700.00
11111VA004999904	$5,200.00	**$10,400.00**
11111VA004999905	$2,000.00	$4,000.00
11111VA004999906	$700.00	$1,400.00

CSR MOOP Adjustment Family

= (12,700 –10,400) = $2,300.00

Cross-year Claims Example 3 (continued)

Step 4.4a: Calculate Family Policy MOOP Adjustment for 2015 Sub-policy Period 1 – Pro-rate by Policy Duration

Only current payment year enrollment is included in the MOOP calculation. Therefore, use only the period between 1/1/2015 to 5/31/2015 to pro-rate by duration:

$$\text{MOOP Adjustment}_{\text{Family}} = \text{MOOP Adjustment from step 4.2} \times \frac{\text{Days in MOOP Adjustment Period}}{365}$$

$$\text{CSR MOOP Adjustment}_{\text{Family}} = 2{,}300 \times \frac{151}{365}$$

$$\text{CSR MOOP Adjustment}_{\text{Family}} = \$945.21$$

Cross-year Claims Example 3 (continued)

Step 4.4b: Distribute Result from Previous Step Across all Enrollees in 2015 Sub-policy Period 1 by Enrollee's Share of Total Family Claims

Only current payment year claims are included in the MOOP calculation. Therefore, use claim amounts only for the period between 1/1/2015 to 5/31/2015 to allocate the MOOP adjustment by share of claims:

$$\text{MOOP adjustment}_{\text{Subscriber A}} = \text{MOOP adjustment}_{\text{Family}} \times \frac{\text{Total Subscriber A claims in the period}}{\text{Total family claims in the period}}$$

$$\text{MOOP adjustment}_{\text{Subscriber A}} = \$945.21 \text{ x } \frac{50{,}000}{100{,}000}$$

$$\text{CSR MOOP adjustment}_{\text{Subscriber A}} = \mathbf{\$472.61}$$

$$\text{MOOP adjustment}_{\text{Dependent B}} = \text{MOOP adjustment}_{\text{Family}} \times \frac{\text{Total Dependent B claims in the period}}{\text{Total family claims in the period}}$$

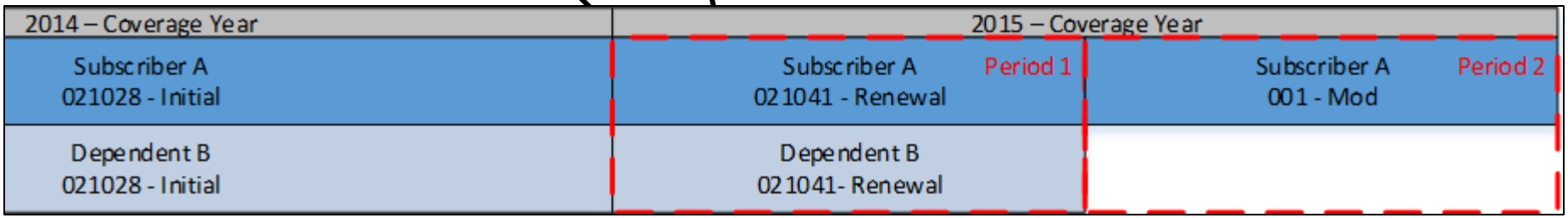
$$\text{MOOP adjustment}_{\text{Dependent B}} = \$945.21 \text{ x } \frac{50{,}000}{100{,}000}$$

$$\text{CSR MOOP adjustment}_{\text{Dependent B}} = \mathbf{\$472.61}$$

Cross-year Claims Example 3 (continued)

Step 4.3: Calculate Individual Policy MOOP Adjustment

Dependent B leaves Subscriber A's family policy, leaving Subscriber A with an individual policy with coverage from 6/1/2015 – 12/31/2015.



Cross-year Claims Example 3 (continued)

Repeat Step 4.2 for the Individual Policy

- Subscriber A's plan ID ends in "04" and is an individual policy. Subtract the individual MOOP value for that plan from the individual MOOP value of the "01" variant as shown below.

Enrollee	Plan	Enrollment Period Dates	Total Paid Amount of Cross-Year Claims only	Total Paid Amount of Current Year Claims
Subscriber A	12345VA001999904	1/1/2014-12/31/2014	$100,000.00	$0.00
Subscriber A	12345VA001999904	1/1/2015-5/31/2015	$0.00	$50,000.00
Subscriber A	12345VA001999904	6/1/2015-12/31/2015	$0.00	$15,000.00
Dependent B	12345VA001999904	1/1/2014-12/31/2014	$50,000	$0.00
Dependent B	12345VA001999904	1/1/2015-5/31/2015	$0.00	$50,000

Sample Plan Reference Table		
16-DIGIT PLAN ID	INDIVIDUAL	FAMILY
11111VA004999900	$6,350.00	$12,700.00
11111VA004999901	**$6,350.00**	$12,700.00
11111VA004999902	$0.00	$0.00
11111VA004999903	$6,350.00	$12,700.00
11111VA004999904	**$5,200.00**	$10,400.00
11111VA004999905	$2,000.00	$4,000.00
11111VA004999906	$700.00	$1,400.00

$$CSR\ MOOP\ Adjustment_{individual} = \$6,350 - \$5,200 = \$1,150$$

Cross-year Claims Example 3 (continued)

Step 4.3: Calculate Individual Policy MOOP Adjustment

Pro-rate the result from the previous step by the number of days in Subscriber A's individual policy

$$\text{MOOP Adj.}_{\textit{Subscriber A Period 2}} = \text{MOOP adjustment from step 4.2} \times \frac{\text{Days in MOOP Adj. Period}}{365}$$

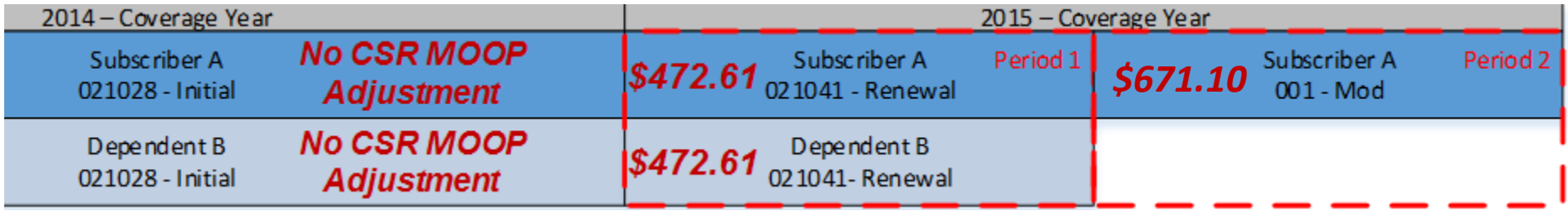
$$\text{MOOP Adj.}_{\textit{Subscriber A Period 2}} = 1{,}150 \times \frac{213}{365}$$

$$\text{CSR MOOP Adjustment}_{\textit{Subscriber A Period 2}} = \$671.10$$

Cross-year Claims Example 3 (continued)

Step 4.5: Calculate Total CSR MOOP Adjustment by Enrollee

- A total CSR MOOP Adjustment is calculated for each enrollee by summing the CSR MOOP Adjustments allocated for each enrollment period. Therefore, for each enrollee:
  - Subscriber A = $472.61 + $671.10 = $1,143.71
  - Dependent B = $472.61



Cross-year Claims Example 3 (continued)

Step 5: Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount by Enrollee

RI-eligible Total Paid Amount Net of MOOP Adjustment =
(Total Amount Paid Including Cross-year Claims) – (Enrollee CSR MOOP Adjustment)

For Subscriber A:

Total Paid Amount Net of MOOP = ($100,000 + $50,000 + $15,000) -$1,143.71
= $165,000 - $1,143.71
= $163,856.29

For Dependent B:

Total Paid Amount Net of MOOP = ($50,000 + $50,000) - $472.61
= $100,000 – 472.61
= $99,527.39

Cross-year Claims Example 3 (continued)

Step 6: Apply National RI Parameters

Both subscribers have Total Paid Amount net of MOOP between the RI attachment point and RI cap. Therefore:

Enrollee RI Payment Estimate = (RI Total Paid Amount Net of MOOP Adjustment – Attachment Point) x Coinsurance Rate

For Subscriber A:

Subscriber A RI Payment Estimate = ($163,856.29 – $45,000) x .50
= $118,856.29 x .50
= $59,428.15

For Dependent B:

Dependent B RI Payment Estimate = ($99,527.39 - $45,000) x .50
= $54,527.39 x .50
= $27,263.70

Cross-year Claims Example 3 (continued)

Step 7: Calculate CSR MOOP-Adjusted RI-eligible Total Paid Amount for issuer

Issuer RI Payment Estimate =∑ Enrollee RI Estimated Payments

Subscriber A RI Payment Estimate:	$59,428.15
Dependent B RI Payment Estimate:	+ $27,263.70

Total RI payment estimate for example issuer: **$86,691.85**

Next Steps

CMS
CENTERS FOR MEDICARE & MEDICAID SERVICES

HTTPS://WWW.REGTAP.INFO/

Next Steps: Training Sessions

- CMS will continue to support Stakeholders through the RI payment calculation estimate process by hosting webinar and user group sessions.
- Issuers should contact their FM Service Rep at edge_server_data@cms.hhs.gov if they need technical assistance.

HTTPS://WWW.REGTAP.INFO/

Next Steps: Training Sessions
(continued)

Upcoming Webinars

Date	Time	Topic
January 21, 2016	3:30 p.m. – 5:00 p.m. ET	Reinsurance Payment Calculation Verification & Problem Solving
January 28, 2016	3:30 p.m. – 4:30 p.m. ET	Q&A Session
February 4, 2016	3:30 p.m. – 4:30 p.m. ET	Q&A Session

HTTPS://WWW.REGTAP.INFO/

Questions?

To submit or withdraw questions by phone:

- To submit a question, dial ‘14’ on your phone’s keypad
- To withdraw a question, dial ‘13’ on your phone queue

Resources

CMS
CENTERS FOR MEDICARE & MEDICAID SERVICES

HTTPS://WWW.REGTAP.INFO/

Resources

Resource	Resource Link
U.S. Department of Health & Human Services	http://www.hhs.gov/
Centers for Medicare & Medicaid Services (CMS)	http://www.cms.gov/
The Center for Consumer Information & Insurance Oversight (CCIIO) web page	http://www.cms.gov/cciio
Consumer website on Health Reform	http://www.healthcare.gov/
Registration for Technical Assistance Portal (REGTAP) - presentations, FAQs	https://www.REGTAP.info

HTTPS://WWW.REGTAP.INFO/

Resources (continued)

Resource	Resource Link
Patient Protection and Affordable Care Act (ACA)	http://www.gpo.gov/fdsys/pkg/PLAW-111publ148/content-detail.html
Standards Related to Reinsurance, Risk Corridors, and Risk Adjustment under the ACA	http://www.gpo.gov/fdsys/pkg/FR-2011-07-15/pdf/2011-17609.pdf
HHS Notice of Benefit and Payment Parameters for 2014 and Amendments to the HHS Notice of Benefit and Payment Parameters for 2014	http://www.gpo.gov/fdsys/pkg/FR-2013-03-11/pdf/2013-04902.pdf
HHS Notice of Benefit and Payment Parameters for 2015 and Amendments to the HHS Notice of Benefit and Payment Parameters for 2015	http://www.gpo.gov/fdsys/pkg/FR-2014-03-11/pdf/2014-05052.pdf

CMS CENTERS FOR MEDICARE & MEDICAID SERVICES

HTTPS://WWW.REGTAP.INFO/

Resources (continued)

Resource	Resource Link
Standards Related to Reinsurance, Risk Corridors and Risk Adjustment under the ACA	http://www.gpo.gov/fdsys/pkg/FR-2012-03-23/pdf/2012-6594.pdf
Program Integrity: Exchange, Premium Stabilization Programs, and Market Standards; Amendments to the HHS Notice of Benefit and Payment Parameters for 2014	http://www.gpo.gov/fdsys/pkg/FR-2013-10-30/pdf/2013-25326.pdf
Health Insurance Market Rules, Rate Review Final Rule	http://www.gpo.gov/fdsys/pkg/FR-2013-02-27/pdf/2013-04335.pdf

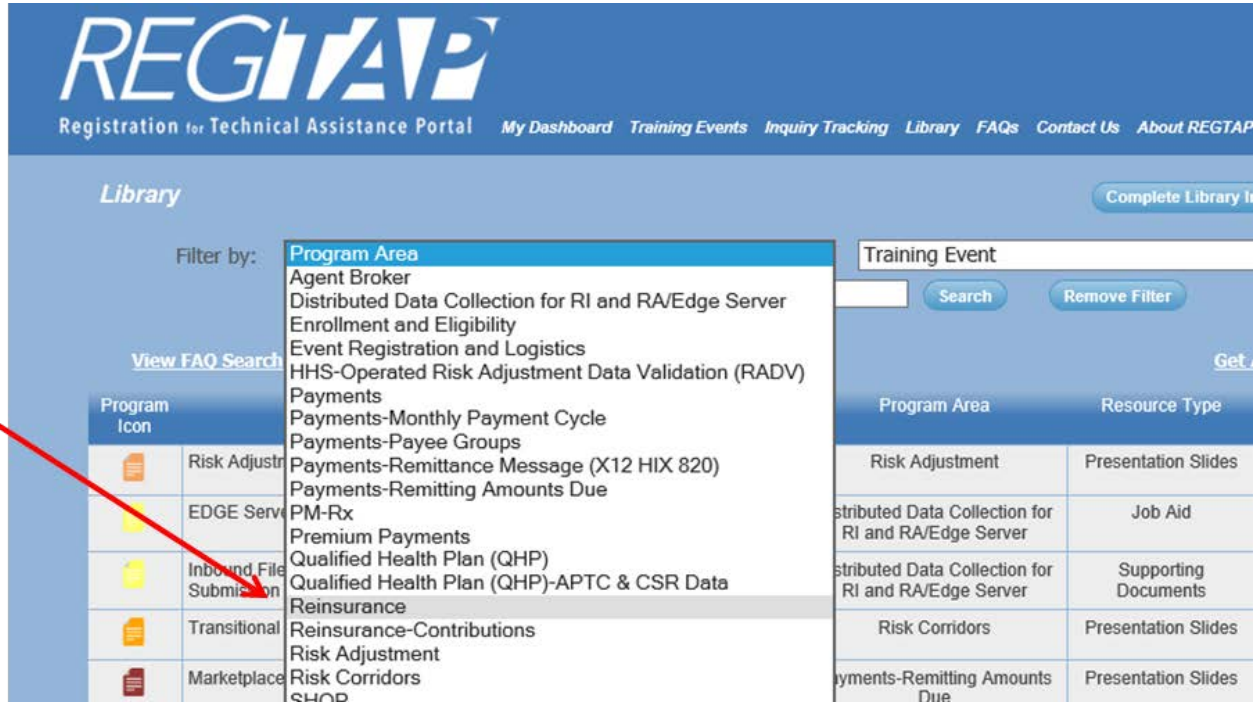
CMS CENTERS FOR MEDICARE & MEDICAID SERVICES

HTTPS://WWW.REGTAP.INFO/

Locating Documents in REGTAP

Stakeholders can access additional documents at https://www.REGTAP.info in the REGTAP Library.

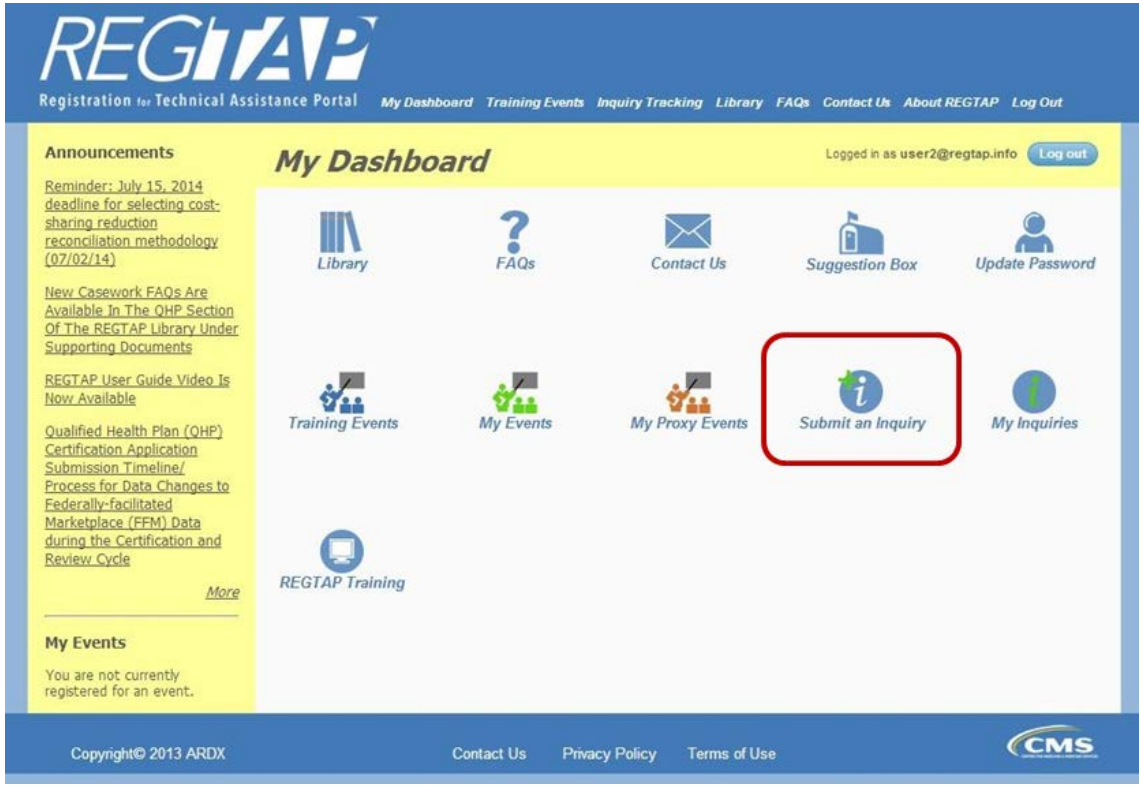
Under Program Area, select 'Reinsurance'



Inquiry Tracking and Management System (ITMS)

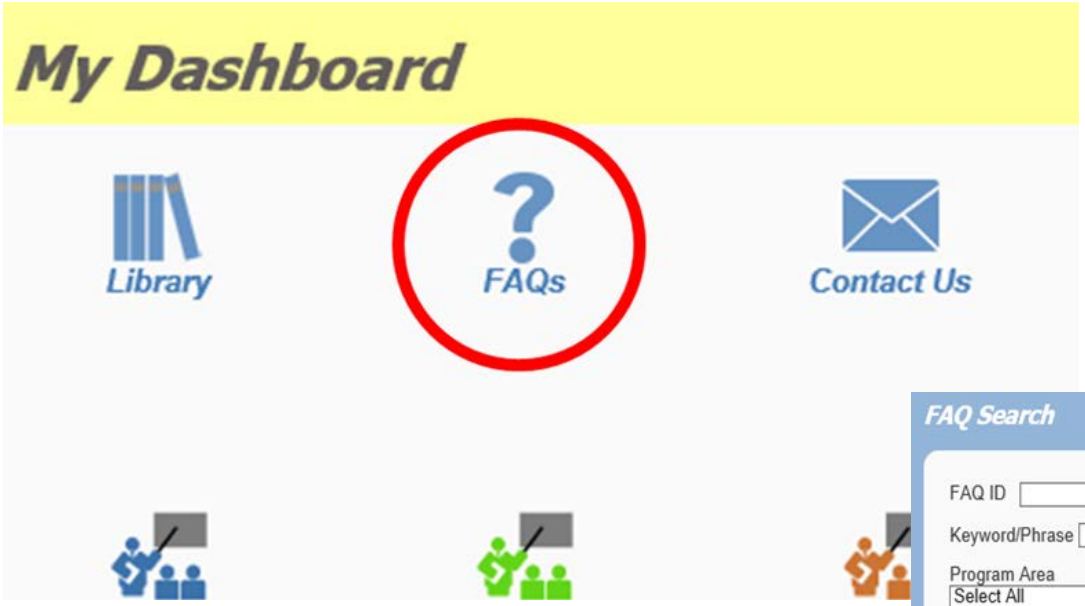
ITMS is available at https://www.REGTAP.info/

Users can submit questions after training sessions by selecting "Submit an Inquiry" from My Dashboard.

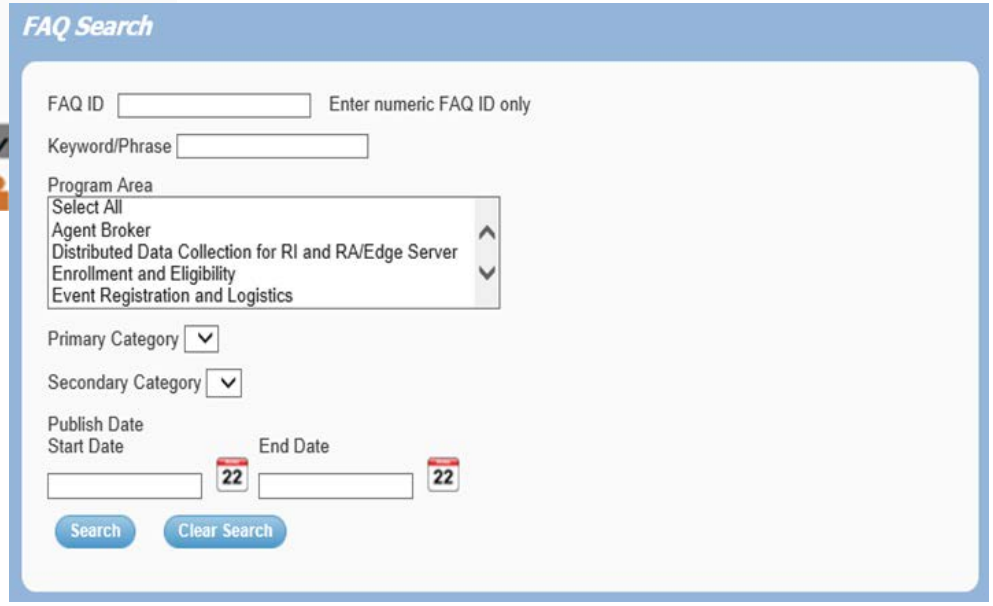


Note: Enter only one (1) question per submission.

FAQ Database on REGTAP



The FAQ Database allows users to search FAQs by FAQ ID, Keyword/Phrase, Program Area, Primary and Secondary categories, and Publish Date.



FAQ Database is available at https://www.REGTAP.info/

Closing Remarks

CMS
CENTERS FOR MEDICARE & MEDICAID SERVICES

HTTPS://WWW.REGTAP.INFO/