

2014 Reinsurance Payments: Issuer Reports and Timeline

June 25, 2015



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

Session Guidelines

- This is a 90-minute webinar session.
- This webinar will feature a live Q&A session following the content presentation.
- For questions regarding content, please submit inquiries to 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 Marketplace and Non-Marketplace plans, in States where HHS operates the Transitional Reinsurance Program
- Third Party Administrators (TPAs) and Support Vendors
- Amazon and On-Premise External Data Gathering Environment (EDGE) server issuers (Exchange and Non-Exchange)

Purpose

This webinar is intended to:

- Provide issuers with an overview of the June 30, 2015 Issuer Reinsurance Payment Report
- Walk through the schedule of reinsurance payments for 2014
- Describe any adjustments to reinsurance payments

Overview of Reinsurance Payments

Reinsurance (RI) payments are funded using reinsurance contributions collected from all issuers and certain self-insured plans.

- The collected reinsurance for the 2014 benefit year is approximately \$8.7 billion dollars.
- An additional approximately \$1 billion dollars is scheduled to be collected by November 15, 2015.

Overview of Reinsurance Payments

(continued)

Reinsurance payments are based on national payment parameters established in the 2014 and 2015 Payment Notices.

- For the 2014 benefit year, issuers are reimbursed for enrollee claims costs that fall between \$45,000 and \$250,000 (the maximum reinsurance payment for an enrollee is \$205,000, the difference between \$250,000 and \$45,000).
- Issuer reinsurance payments may be prorated if the sum of all issuer reinsurance payments exceeds or is less than the sum of collected reinsurance contributions.

Overview of Reinsurance Payments

(continued)

- For the 2014 benefit year, total contributions **have** exceeded RI payments.
- Therefore, HHS announced on June 17, 2015 that the National Proration Factor is 100%.
- As a result, issuers will be reimbursed 100% of their EDGE calculated RI payment for 2014.
- Excess funds may be used to settle reinsurance appeals.
- Following the appeals process, unused funds will be rolled over to 2015 reinsurance payments.

Reinsurance Timeline

Activity	Date
Issuer deadline to submit final data to EDGE server	04/30/2015
End of EDGE server data submission grace period	05/15/2015
Beginning of 2014 final formal discrepancy submission window	05/18/2015
Issuer deadline to send 2014 final formal discrepancies to CMS	06/02/2015
CMS sends Notification of Payments and Charges Report (June 30th Issuer Report) to issuers	06/30/2015
CMS remits 2014 reinsurance payments to issuers	08/2015
Request for reconsideration pursuant to appeals due to CMS	08/30/2015

Sequestration, Appeals and Discrepancy Adjustments

Sequestration

- The Transitional Reinsurance Program is subject to fiscal year 2015 sequestration.
- The Transitional Reinsurance Program will be sequestered at a rate of 7.3% in fiscal year 2015.
- The funds that are sequestered in fiscal year 2015 will become available for payment to issuers in fiscal year 2016 without further Congressional action.

Appeals and Discrepancy Adjustments

- Final formal discrepancy reports were due to CMS on June 2, 2015.
- Adjustments to payment based on determinations from the discrepancy process will be reflected beginning in the August 2015 cycle payment, but may not be reflected in the June 30, 2015 reports.
- Requests for reconsideration under the administrative appeals process set forth in 45 CFR 156.1220 for 2014 are due 60 days from June 30, 2015.
- Adjustments to reinsurance payments based on appeals will be made following the final adjudication of the appeal.

June 30th Issuer Report

- The RA/RI Issuer Payments & Charges Reports, including the RI Issuer Report, will be available via a link added to the EDGE Registration site home page.
- The reports will only be accessible on the registration site to users who have the **Issuer Approver** role in the Health Insurance Oversight System (HIOS).

EDGE Server Registration Home Page

The Issuer Approver will log into the EDGE Registration site. From the home page, a link will display titled “View RA/RI Payments & Charges Reports”

EDGE Server Home

User Name: test

Click this link to view reports

Manage EDGE Server Search Requests

[View RA/RI Payments & Charges Reports](#)

EDGE Server Request Inbox (Displays EDGE server requests requiring action)

Issuers HIOS ID	Issuer Legal Business Name	Server Request ID	Request Type	Request Status	Status Date - Time	Created By	Action
No data available in table							

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RA/RI Payment & Charges Reports Menu Screen

RA/RI Payment & Charge Reports Menu Screen

RA/RI Payment & Charge Reports

Payment Year : 2014

View Reports by Payment year

Columns are sortable

Displays CMS Approved RA/RI Payment Reports.

	Report Type	File Name	Execution Date
16718	IPIR - RI Proration	IPIRP.D150327.T123456789.csv(111 bytes)	05-26-2015
16718	TPIR - RA Transfer	TPIRP.D150327.T123456789.csv(49 bytes)	05-26-2015
16718	APIR - RA Proration	APIRP.D150327.T123456789.csv(68 bytes)	05-26-2015
77986	TPIR - RA Transfer	TPIRP.D150327.T123456789.csv(49 bytes)	05-26-2015
77986	APIR - RA Proration	APIRP.D150327.T123456789.csv(68 bytes)	05-26-2015
77986	IPIR - RI Proration	IPIRP.D150327.T123456789.csv(111 bytes)	05-26-2015
82534	IPIR - RI Proration	IPIRP.D150327.T123456789.csv(111 bytes)	
82534	TPIR - RA Transfer	TPIRP.D150327.T123456789.csv(49 bytes)	

Link to download reports

Show Entries 50

Dropdown to select different number of entries for viewing

Showing 1

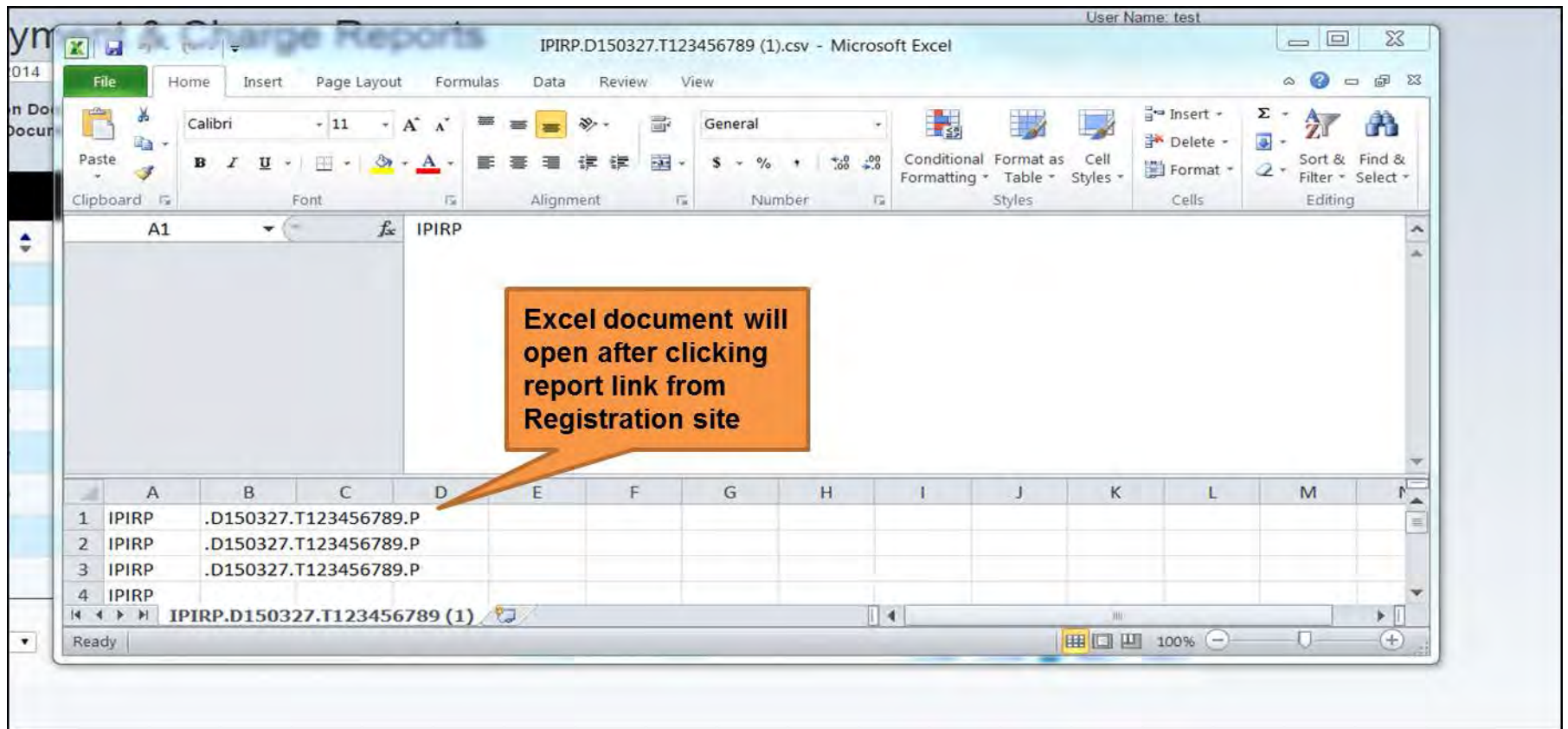
Click to scroll through pages

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Sample Report Output

Below is a sample view of a report file



June 30th Issuer Report: Data Elements and Definitions

Field Name	Explanation
File ID	Name of report file - includes date and time stamp
File Run Date	Date that report file was output
Program Year	Applicable benefit year. This will read 2014 this year.
Payment Cycle	Number of current payment cycle. For the 2014 Coverage Year, there will be only one (1) payment cycle; therefore this number should read "1".
Batch ID	5-digit numeric ID indicating batch in which file was included. This will be the issuer's latest batch ID.
Current Cycle Proration Parameter	The proration factor for the indicated payment cycle. For the 2014 Benefit Year this figure is 100%.
Issuer ID	5-digit issuer HIOS identifier
Issuer Legal Name	Issuer name
State	Issuer state

June 30th Issuer Report: Data Elements and Definitions (continued)

Field Name	Explanation
EDGE RI Payment Calculation	RI payment estimate as calculated by the EDGE server. This should match information on the issuer's latest Reinsurance Summary Report (RISR).
Projected Proration Factor	Proration rate used to calculate the Projected RI Payment Amount, or the actual total amount due to the issuer. It is the ratio of total RI contributions to total RI payments. For the 2014 Coverage Year, this is 100%.
Projected RI Payment Amount	EDGE RI Payment calculation multiplied by the Projected Proration Factor. Since the Projected Proration Factor is 100%, the EDGE RI Payment Calculation is equal to the Projected RI Payment Amount for the 2014 Coverage Year.

June 30th Issuer Report: Data Elements and Definitions (continued)

Field Name	Explanation
Previous RI Remaining Balance	Sum of previous RI payments already made to issuer.
Prorated Payment Amount	Actual RI payment owed to issuer for the current cycle only. Since there is only one (1) payment cycle for the 2014 Coverage Year, this figure should be equal to the Projected RI payment amount.
New RI Remaining Balance	Remaining RI payments owed to issuer to be sent in the remaining payment cycles. Since there is only one (1) payment cycle for the 2014 Coverage Year, this figure should read zero (0).

Conclusion

- Because 2014 RI contributions were greater than EDGE-calculated RI payments, the National Proration Factor is 100%.
- Therefore, issuers' actual RI payments will be the same as their EDGE RI payment estimate.
- The RI Issuer Payment Report will be located on the EDGE Management Console starting June 30, 2015.
- RI payments for 2014 will be made the third week of August.

Next Steps

CMS Next Steps

CMS will continue to support Stakeholders through the reinsurance payment calculation estimate process by hosting webinars and Q&A sessions.

Webinar Topic	Scheduled Event Date
TBD	Thursday, July 9, 2015 – 3:30 p.m. – 4:30 p.m. ET

Questions?

To submit questions by phone:

- ☐ Dial '14' on your phone's keypad
- ☐ Dial '13' to exit the phone queue

Resources

Resources

Resource	Resource Link
U.S. Department of Health & Human Services (HHS)	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/ccio
Consumer website on Health Reform	http://www.healthcare.gov/
Registration for Technical Assistance Portal (REGTAP) - presentations, FAQs	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

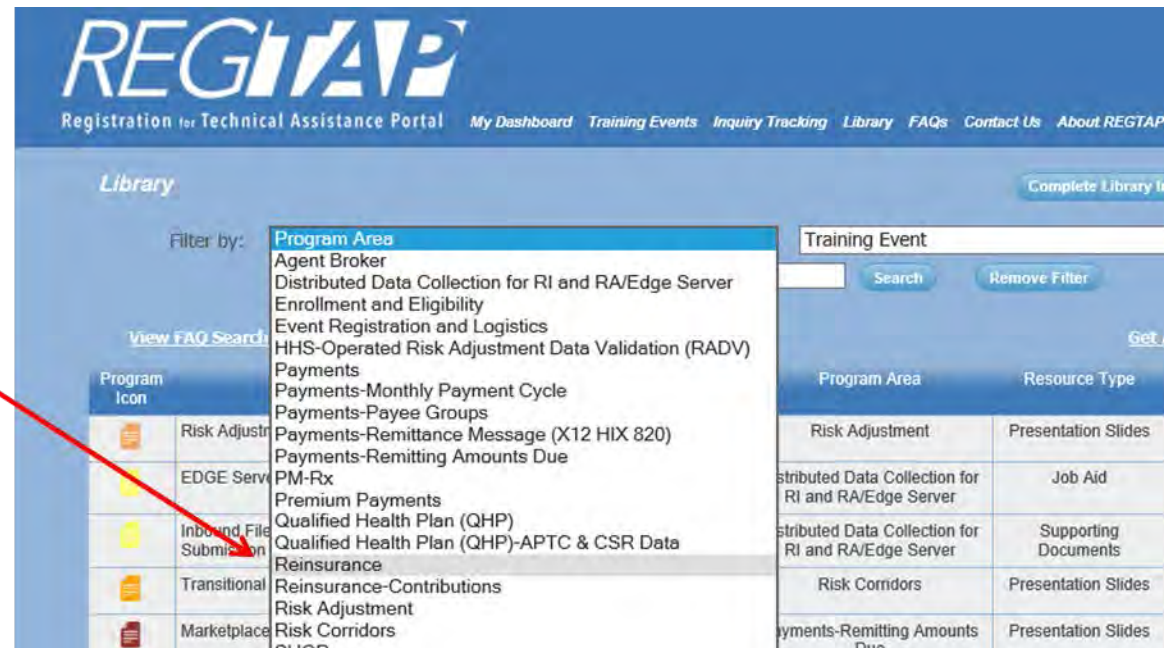
Resources (continued)

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

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

My Dashboard



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/>

FAQ Search

FAQ ID Enter numeric FAQ ID only

Keyword/Phrase

Program Area
Select All
Agent Broker
Distributed Data Collection for RI and RA/Edge Server
Enrollment and Eligibility
Event Registration and Logistics

Primary Category

Secondary Category

Publish Date
Start Date 22 End Date 22

Closing Remarks