



## REINSURANCE HOT NEWS

January 10<sup>th</sup>, 2020

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### **Changes to High Dollar Catastrophic Reinsurance Cases over \$1,000,000.00**

The Reinsurance subsystem now has added the ability to balance the Regular cases (RAC, HEM, BIO, DES, LMO, LRO, LWO, LRW) of High Dollar Catastrophic Cases (CRA, CHM, CRB, CLT, OR DDC) at exactly \$1,000,000. This is done in PMMIS by applying a price override amount on a designated CRN on the regular case to balance the case at exactly \$1,000,000.00. Next, the amount that was subtracted from the overridden CRN is applied AT THE CASE LEVEL to the High Dollar Catastrophic Case in the CATSTR AMT \$ field which appears above the TTL PAID field in the RI105 screen and above the ALLOWED AMT field in the RI120 screen in PMMIS. Reinsurance will be able to balance cases in this method from CY37 forward. Previously created CY37 cases must be requested to be balanced by submitting a Reinsurance Action Request. These system/processing changes have arisen out of the research and development of the Zolgensma reimbursement methodology discussed in the September 11<sup>th</sup> 2019 Hot News and at the Reinsurance Annual Workshop 2019.

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