

Cigna

Individual Stop Loss Proposal

Client

City of Hollywood

Effective Date

1/1/2018

Account Number

3340414

Opportunity Number

OP-1910624

Sales Representative

Dina D'Angelo

Quote Date

9/28/2017 updated

Quote Expiration Date

10/27/2017

Individual Coverage Options

	<u>Current</u>	<u>Renewal</u>
Proposal ID		23793
Contingent or Firm		Firm
Individual Pooling Point	\$350,000	\$350,000
Annual ISL Maximum	Unlimited	Unlimited
Covered Benefits	Medical/Rx	Medical/Rx
Contract Basis	24/12	Paid
Policy Period Months	12	12
Terminal Liability Months	-	-
Covered Employees		2346
Individual Premium (PEPM)	\$31.75	\$34.93
ISL Policy Year Premium		\$983,349
Laser Applies?		No

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**Aggregate Stop Loss
Proposal**

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Aggregate Coverage

	<u>Current</u>	<u>Renewal</u>
Proposal ID		11053
Individual Pooling Point	\$350,000	\$350,000
Contract Basis	12/12	Paid
Run-in Months	-	-
Policy Period Months	12	12
Terminal Liability Months	-	-
Corridor	125%	125%
Annual Maximum	Unlimited	Unlimited
Covered Benefits	Medical/Rx	Medical/Rx
Includes Fixed Charges	Yes	Yes
Aggregate Premium (PEPM)	\$2.00	\$2.20
ASL Policy Year Premium	\$56,304	\$61,934
Monthly Deductible Factors (per EE):	Lives	
OAPIN	149	\$1,007.82
OAP	<u>2197</u>	\$1,356.65
	2346	\$1,532.19
Minimum Attachment Percentage	100%	100%
Illustrative Minimum Attachment Point	\$32,525,270	\$42,820,347

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**Terms and
Conditions**

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- Contains a firm Stop Loss quote with an expiration date of 10/27/2017. Coverage elected prior to the expiration date requires no additional large claim reporting.
- Cigna may revise or withdraw the ISL and/or ASL proposal(s) if there are changes in the benefit plan, or the addition or termination of a subsidiary, operation or class of employees, not otherwise accounted for during the Stop Loss underwriting process.
- The stop loss quote assumes proposed plan of benefits and networks and is based on Cigna providing the administration of those underlying benefits.
- In the event of material changes in the benefit plan or changes in legislation or regulation, Cigna may withdraw this proposal or revise the premium rates and/or coverage provisions with the revision(s) to become effective on the date such changes are effective.
- The ISL Maximum represents the maximum payable under the stop loss policy.
- Cigna may revise or withdraw this ISL proposal if the estimated number of Covered Persons for Stop Loss coverage, in total or in any covered plan differs more than 10% from the original estimated enrollment.
- The covered employees, shown on the financial page, are based on the following distribution of employees in each plan:
OAPIN Plan = 149 Emps;
OAP Plan = 2,197 Emps
- Rates assume the Policy Period Months identified on the ISL proposal page.
- Commission is \$0
- Scenarios that do not include run in coverage reflect a discount assuming an immature contract and will have this discount fully removed from the rates in the subsequent year when the case is renewed on a paid (mature) basis. Renewal rates can be expected to increase for stop loss leveraged trend each year.
- In the event Cigna is selected as claim administrator and is requested to interface with a third-party stop loss vendor, an additional charge of \$0.50 PEPM will be assessed and may vary depending on the frequency of reporting requested. This fee will not apply if Cigna is selected as the stop loss carrier. Reporting information and support services are provided only after confidentiality and business associate agreements have been executed. The information provided is based on paid-claim data only. Information is not provided for any incurred-but-not-paid claims or projected claims. In addition, information related to precertification, case management, course of treatment or prognosis will not be provided.
- The Aggregate Stop Loss quote assumes that Cigna is selected as the carrier for both Aggregate and Individual Stop Loss. If an alternate carrier is selected as the Individual Stop Loss carrier, the Aggregate Stop Loss quote will be withdrawn.
- Any amounts in excess of the Aggregate Individual Deductible Limit will be excluded for Aggregate Stop Loss settlement purposes.
- Unless otherwise indicated, the enrollment utilized in the calculation of the Minimum Attachment Point and Actual Attachment Point is based on a two month lag prior to the paid claim month. In the event this refers to a month prior to the Effective Date of the policy, the first policy month enrollment will be used.
- The assumed maximum liability for the Aggregate Stop Loss under this contract is listed on the ASL proposal page(s).
- For Aggregate Stop Loss in the year of termination, a run out attachment point will be added to the greater of the minimum attachment point or the actual attachment point. The run out attachment point will be calculated at termination based on policy year claims and will incorporate standard reserve/maturation factors, run out period and corridor.

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