



STOP LOSS COVERAGE OPTION: AGGREGATING SPECIFIC

KRMA OFFERS THE AGGREGATING SPECIFIC PROVISION TO CLIENTS WHO ARE LOOKING TO EXCHANGE SPECIFIC STOP LOSS PREMIUMS FOR A SET DOLLAR AMOUNT OF ADDITIONAL CLAIM LIABILITY.

This set dollar amount can be used to cover a single claimant that exceeds the Specific Deductible amount, or multiple claimants exceeding the underlying Specific Deductible. In some instances the claimant(s) total claims may not exceed the Aggregating Specific Corridors dollar amount in total thereby saving the policyholder the premium dollars that they would have otherwise spent.

.An example: Specific Deductible \$100,000. Aggregating Specific Corridor of \$50,000

Claimant ID	Claim Amount	Less Specific Deductible	=	Amount in Excess of Specific Deductible	Amount Applied to Aggregating Specific	Amount Reimbursed Under Stop Loss
#1	\$125,000	(\$100,000)	=	\$25,000	\$25,000	
#2	\$175,000	(\$100,000)	=	\$75,000	\$25,000	\$50,000
#3	\$150,000	(\$100,000)	=	\$50,000		\$50,000
TOTALS	\$450,000	(\$300,000)	=	\$150,000	\$50,000	\$100,000

In the above example, the first claimant's \$25,000 would be applied in its entirety to the Aggregating Specific Corridor. Claimant #2's amount of \$75,000 in excess of the Specific Deductible would be first applied to the remaining \$25,000 Aggregating Specific. Given that the Aggregating Specific is now exhausted, the additional \$50,000 would be reimbursed by KRMA. Finally, Claimant 3's \$50,000 in excess of the Specific Deductible would be reimbursed in its entirety by KRMA.

IMPORTANT CONSIDERATIONS

- The Aggregating Specific Corridor can be used in place of insuring a claimant(s)
- Only claim amounts in excess of the Specific Deductible may be applied to the Aggregating Specific Corridor
- Claims in the Aggregating Specific Corridor are not eligible to be applied to the Aggregate Attachment point.
- Once the Aggregating Specific Corridor is met, eligible claim amounts will be reimbursed based upon the Specific Deductible threshold.
- Available to groups of 150 participating Employees generating a minimum of \$100,000 in annual gross Specific Premium, after the application of the corridor.
- A minimum of a \$50,000 underlying Specific Deductible.
- The offering of an Aggregating Specific Corridor is at the underwriter's discretion.

