

# Specific Advance Funding

HM Insurance Group (HM) offers Specific Advance Funding to assist group customers with cash flow challenges. This option also may be referred to as “coordinated reimbursement.” HM Stop Loss policies are written on a reimbursement basis, and all claims must be paid by the plan (funded) upfront and then submitted to HM for reimbursement. With a Specific Advance Funding Rider on the contract, groups can elect an alternative that provides advance funding to the group prior to the claim being paid instead of being reimbursed for those payments at a later date. Specific Advance Funding can only be selected at the point of sale or at renewal.

## The Specific Advance Funding option is available if certain conditions are met.

- For claim expenses to be eligible, they must exceed the individual Specific deductible payable for the policy term
- Claims submitted for Specific Advance Funding must be fully processed by the TPA and ready for payment through the covered underlying plan within the incurred covered claims basis for the policy term. A claim is considered fully processed when the TPA has all of the information necessary to pay the claim and has adjudicated the claim so it is ready for payment as evidenced by the TPA's records and submitted in accordance with the policy's reporting requirements
- Each request for Specific Advance Funding must total more than \$1,000 per participant
- Any request for Specific Advance Funding must be received by HM no later than 15 days prior to the end of the current policy term. Any such request received after such date, or after the end of the current policy term, is not eligible for Specific Advance Funding
- Any eligible claims expense must be paid within 10 working days after receiving the advance for such expense, and we must receive proof that payment was in fact made within 20 calendar days of the payment being submitted. If the policyholder does not pay the eligible claims expense within this time period, the advance must be refunded to us within 10 working days
- Any funds advanced by HM not used to pay a covered expense, due to any type of discounting, must be returned to HM within five working days
- A claim will only be considered once. For purposes of renewal, claims approved for Specific Advance Funding will be considered paid by the policyholder during the policy term in which they were approved and reimbursed regardless of when the eligible claims expense is actually paid by the employer

**Note:** The premiums must be paid as of the date the request for reimbursement is received by us. All other terms and provisions of the policy will apply.

### About HM Insurance Group

HM Insurance Group (HM) works to protect businesses from the financial risk associated with health care costs. A recognized leader in Employer Stop Loss, the company delivers protection for a range of group sizes. HM also offers Managed Care Reinsurance, including Provider Excess Loss and Health Plan Reinsurance, as well as accident and health specialty reinsurance.

HM Life Insurance Company, HM Life Insurance Company of New York and Highmark Casualty Insurance Company are all rated “A” (Excellent) by AM Best Company.\* Through its insurance companies, HM Insurance Group holds insurance licenses in 50 states and the District of Columbia and maintains sales offices across the country.

For more information, contact your HM sales representative or visit [hmig.com](http://hmig.com).



800.328.5433 | [hmig.com](http://hmig.com)

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\*AM Best Company, September 2023

Stop Loss coverage is underwritten by HM Life Insurance Company, Pittsburgh, PA, in all states except New York, under policy form series HMP-SL (08/19) or HMP-SL (06/20) or similar. In New York, Stop Loss coverage is underwritten by HM Life Insurance Company of New York, New York, NY, under policy form series HMP-SL (06/20) or similar. In all states except New York, Provider Excess Insurance is underwritten by HM Life Insurance Company, Pittsburgh, PA, or Highmark Casualty Insurance Company, Pittsburgh, PA, under policy form series HM PEL 1105, HC PEL 1105, HMP PEL (09/20) or similar. In New York, Provider Excess Insurance is underwritten under policy form series HMNY PEL 1105 or similar. In all states except New York, Assumed Accident and Health Reinsurance is underwritten or reinsured by HM Life Insurance Company, Pittsburgh, PA, or Highmark Casualty Insurance Company, Pittsburgh, PA, under form HM1005-ELR or similar. In New York, Assumed Accident and Health Reinsurance is reinsured by HM Life Insurance Company of New York, New York, NY. The coverage or service requested may not be available in all states and is subject to individual state approval. Reinsurance agreements only reflect a form number when required by applicable state law.