



LSG INSURANCE PARTNERS



Employer Compliance Alert

Applications Being Accepted for Early Retiree Reinsurance Program

Official Application Released

June 29, 2010

Today, the Department of Health and Human Services issued the official Early Retiree Reinsurance Program (ERRP) application and began to accept completed applications (see links below for access to the application).

Under the reinsurance program, employers and plan sponsors are reimbursed for a portion of the costs incurred in providing group health benefits to early retirees and their spouses, surviving spouses and dependents.

HHS will reimburse an amount equal to 80% of the portion of health benefit costs attributed to claims that exceed \$15,000 (cost threshold), but are below \$90,000 for plan years starting on or after October 1, 2011. These regulations were effective on June 1, 2010. The program ends, however, when all funds have been depleted, but in no case later than January 1, 2014.

Please see our June 23, 2010, alert for additional details or visit the links below.

Helpful Links

[HHS Website specific to ERRP](#)

[Regulations](#)

[Official ERRP Application](#)

[Official ERRP Application Instructions](#)

[Application Submission Dos and Don'ts](#)

[Frequently Asked Questions](#)

[Fact Sheet](#)

[PowerPoint Presentation on Program](#)

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