

SPECIFIC SPLIT-FUNDED AGREEMENT

Policyholder:

Policy Number:

Effective Date:

This funding arrangement provides the Policyholder with an opportunity to reduce Specific (or Individual) Excess Loss premium costs without taking on any additional risk. This product allows the Policyholder to receive immediate benefit in the form of reduced Specific premiums. At the same time, the cost for Specific coverage is guaranteed not to exceed the Traditional Premium that would have been paid in the absence of the Split-Funded arrangement.

The details of this form will be used to calculate the amount of Specific Excess Loss Insurance benefits payable by SLG Benefits as follows:

1. **Split-Funding Calculations:** At the beginning of the Policy Year, SLG Benefits will calculate the Traditional Premium, Discounted Payable Premium, as well as the Annual Corridor Amount. These three amounts will be based off of the first month's enrollment figures and are considered *estimated* amounts since enrollment can fluctuate throughout the plan year.
2. **Premium Remittance:** The Policyholder will be responsible for remitting premium on the first of every month. At no time during the Policy Period will premium be remitted based on the Traditional rates.
3. **Reimbursement Regulations:** The Policyholder will pay for all covered expenses up to the group's Specific Attachment Point for each covered individual. Claims exceeding the Specific Attachment Point, which would be eligible for reimbursement under a traditional funding mechanism, will also be paid by the Policyholder until the Corridor Amount (*defined below) is satisfied. All claims in excess of the Specific Attachment Point should be submitted to SLG Benefits before adjudication. Reimbursement will only be made to the Policyholder when total reimbursable Specific claims exceed the Policyholder's Corridor amount.

Corridor Amount

The difference between the Traditional Premium and the Discounted Payable Annual Premium represents the Policyholder's Corridor Amount during the Policy Period.

4. **Final Settlement:** A year-end final settlement will be calculated after the Policy Period based on the actual monthly enrollment. If the actual enrollment fluctuates by 10% or greater than the initial enrollment, the Corridor Amount will be re-calculated. If the Corridor Amount increases due to enrollment change, claims have exceeded the Corridor and subsequent claims have been reimbursed by the Carrier, the Policyholder must reimburse the Carrier for the difference between the Initial Corridor Amount and the Final Calculated Corridor Amount.

Signature is required by Policyholder to certify their understanding of the terms of this Policy provision.

Full Legal Name of Applicant/Policyholder

Signed At/Date Signed

Office/Partner Signature (print name)

Witnessed (Licensed Agent Signature)

For SLG Benefits & Insurance LLC Corporation
Office Use Only:

Acceptance

Accepted on behalf of the Company, this _____ day of _____, _____

By _____

Title _____