

LOCAL REINSURANCE PROGRAM

The District of Columbia will implement a local reinsurance program beginning in the 2019 plan year based on carriers' claim costs. The program will take into account the availability of federal reinsurance.

Estimated Funding Required to Reduce Claims Costs*

10% Claims Reduction	\$7.4 million to \$8.8 million
20% Claims Reduction	\$14.8 million to \$17.7 million

Historical Federal Reinsurance Payment to Individual Market Carriers

2016	\$ 4,238,057
2015	\$ 6,049,699
2014	\$ 4,288,060

* Projected on a 2018 plan year cost basis.