

2.2 Solution

Solution 1: Place a financial hold if a claim is in litigation

```
Ext_Rules.Validation.FinancialHolds.LitigationError = You cannot complete this transaction because the claim is in litigation.  
Ext_Rules.Validation.FinancialHolds.LitigationWarning = This claim is in litigation. Are you sure you want to complete this transaction?
```

```
1 package gw.api.financials  
2  
3 @Export  
4 class FinancialHoldsImpl implements FinancialHolds {  
5  
6     private var _claim: Claim  
7  
8     construct(claim: Claim) { _claim = claim }  
9  
10  
11  
12     override function applyFinancialHolds() : Boolean {  
13         return _claim.CoverageInQuestion  
14             or _claim.IncidentReport  
15             or not _claim.Policy.Verified  
16             or _claim.LitigationStatus == LitigationStatus.TC_LITIGATED  
17     }  
18 }
```

- Transaction Validation Rules
- ☒ TXV01000 - Total payment not > Exposure limit
 - ☒ TXV02000 - Check exp limit when increasing reserves
 - ☒ TXV03000 - Total Payments not > Incident limit
 - ☒ TXV04000 - Check incid limit when increasing reserves
 - ☒ TXV05000 - PIP
 - ☒ TXV06000 - Reserve threshold
 - ☒ TXV07000 - Default CheckSet Rules
 - ☒ TXV08000 - Check Aggregate Limits
 - ☐ TXV10000 - Check
 - ☐ TXV11000 - Block Payments that Exceed Reserves
 - ☒ TXV12000 - Pending Reserves & Matching Pending Payments
 - ☒ TXV13000 - Warning if Adverse Party pays non-Subro Recovery
 - ☐ TXV14000 - Check Send Date Validation
 - Financial Holds
 - ☒ TXV15000 - Financial Holds
 - ☒ TXV15100 - Coverage In Question
 - ☒ TXV15200 - Incident Only
 - ☐ TXV15300 - Unverified Policy
 - ☒ TXV15400 - Litigation_Ext

```

1  USES:
2
3  uses gw.api.locale.DisplayKey
4
5  CONDITION (transactionSet : entity.TransactionSet):
6
7
8
9
10 return transactionSet.Claim.LitigationStatus == LitigationStatus.TC_LITIGATED
11
12 ACTION (transactionSet : entity.TransactionSet, actions : gw.rules.Action):
13
14
15
16
17
18 if (transactionSet.Transactions.toList().hasMatch(\t ->
19     t.CostType==CostType.TC_CLAIMCOST )) {
20     transactionSet.reject(ValidationLevel.TC_PAYMENT,
21         DisplayKey.get("Ext_Rules.Validation.FinancialHolds.LitigationError"),
22         null, null)
23 } else {
24     transactionSet.reject(null, null,
25         ValidationLevel.TC_PAYMENT,
26         DisplayKey.get("Ext_Rules.Validation.FinancialHolds.LitigationWarning"))
27 }
28 |
29 END

```

Test procedure

High-Risk Indicators

Litigation

Litigation Status

In litigation

Litigation Identified

Days after FNOL

First Notice Suit

☐ Yes
☐ No

Next Trial Date

Set Reserves

Save

Cancel

Add

Remove

Show Group

Show All

Link Document

Exposure	Coverage	Cost Type	Cost Category	Currently Available	Pending Approval	New Available Reserves
<input type="checkbox"/> (1) 1st Party Vehicle - Robert Farley	Collision	Claim Cost	Auto body	-	-	\$ 500.00

Validation Results

Validation Results

Clear

Errors:

You cannot complete this transaction because the claim is in litigation.

Set Reserves

Save

Cancel

Add

Remove

Show Group

Show All

Link Document

Exposure	Coverage	Cost Type	Cost Category	Currently Available	Pending Approval	New Available Reserves
<input type="checkbox"/> (1) 1st Party Vehicle - Robert Farley	Collision	Unspecified Cost Type	Vehicle inspection	-	-	\$ 500.00

Validation Results

Validation Results

Clear

Warnings:

This claim is in litigation. Are you sure you want to complete this financial transaction?

Step 1 of 3: Enter payee information

<input type="checkbox"/>	Pay To	Deduction Type	Delivery Method	Check Portion
<input type="checkbox"/>	Freeb's Auto Shoppe		Send	

[Check Details](#)

Primary Payee

Name * Freeb's Auto Shoppe

Type * Vendor

[Add Joint Payees](#)

Payment Method ☒ Check ☐ Electronic funds transfer

Pay To The Order Of * Freeb's Auto Shoppe

Mail To

Check Delivery Send

Recipient * Freeb's Auto Shoppe

Mailing Address 3215 Garfield, Alameda, CA 94502

Step 2 of 3: Enter payment information

<input type="checkbox"/> Exposure	Coverage	Cost Type	Cost Category	Amount	Payment Type	Comments
<input type="checkbox"/> (1) 1st Party Vehicle - Mark Henderson	Comprehensive	Claim Cost	Auto body	\$250.00	Partial	
				\$250.00		

Payment Details

Reserve Line * (1) 1st Party Vehicle - Mark Henderson; Claim Cost/Aut

Coverage Comprehensive

Payment Type * Partial

Eroding? * ☒ Yes ☐ No

Available Reserves \$1,500.00

Comments

Line Items

Add Item

Remove

Apply Deductible: \$500.00 Remaining

<input type="checkbox"/> Category	Amount*
<input type="checkbox"/> <none>	\$ 250.00

\$250.00

Validation Results

Validation Results

Clear

Errors:

You cannot complete this transaction because the claim is in litigation.

Step 1 of 3: Enter payee information

☐ ☐ Pay To ☐ Deduction Type ☐ Delivery Method ☐ Check Portion

☐ Arthur Frobish Send

Check Details

Primary Payee
Name * Arthur Frobish
Type * Vendor
Add Joint Payees

Payment Method ☒ Check ☐ Electronic funds transfer
Pay To The Order Of * Arthur Frobish

Mail To
Check Delivery Send
Recipient * Arthur Frobish

Step 2 of 3: Enter payment information

☐ Exposure ☐ Coverage ☐ Cost Type ☐ Cost Category ☐ Amount ☐ Payment Type

☐ (1) 1st Party Vehicle - Mark Henderson Comprehensive Expense - A&O Vehicle inspection \$75.00 Partial

\$75.00

Payment Details

Reserve Line * (1) 1st Party Vehicle - Mark Henderson; Expense - A&O
Coverage Comprehensive
Payment Type * Final
Eroding? * ☒ Yes ☐ No
Available Reserves \$75.00
Comments
Line Items
Add Item Remove
Category Amount
<none> \$ 75.00
\$75.00

Validation Results

Validation Results

Clear

Warning

This claim is in litigation. Are you sure you want to complete this financial transaction?

Financials (Total Incurred: \$1,575.00): Checks						
Check Number	Pay To	Gross Amount	Issue Date	Scheduled Send Date	Status	Bulk Invoice
	Arthur Frobish	\$75.00		04/23/2018	Awaiting submission	