Masters,Robert

From: Stolls, David

Sent: Tuesday, January 23, 2007 10:39 AM

To: Totten, Fred; Campbell, Patrick; Roy, Janelle; Smith, Nicoleta; Woo, Anthony; Ampil, Mariano; Brunelle, Steven; Clemson, Richard; Craven, Mitchell; Dhruv, Amita; Duncan, Robert; Halder, Raymond; Hernandez, Jorge; Hogan, Beverly; Jew, Shirlon; Johnson, Thomas; Larco, Lolita; Lavetts, Vicki; Love, Barbara; Masters,Robert; McMullin, Kathleen; Oda, Nancy; Perez, Maria; Polichetti, Louis; Rodriguez, Jose; Schwarz, Antje; Smith, Gail; Toledo, Nemia; Tolliver, Darryl; Tran, Laurey; Trigueros, Mario; VanMatre, Richard; Witt, Craig; Wong, Joan; Ramsey, Angel; Carter, Alexis

Cc: Cignarale, Anthony

Subject: Clarificatioon of CIC 10198.7 and CIC 10198.7b

I understand that there may have been or still may be some confusion re the interpretation of CIC 10198.7a and 10198.7b in connection with pre-existing conditions. The subject came up in the November staff meeting which I was not in attendance.

Based upon my review of this matter, it does not appear that misleading information was given out during that meeting. However, in case there is still some confusion on the subject I would like to clarify:

CIC 10198.7 applies to all health insurance policies with no distinction being made between individual or group coverage.

CIC 10198.7(a): This section allows an insurer covering three (3) or more individuals to utilize a pre-existing condition limitation when treatment for the condition was received within the six (6) months prior to the effective date of the coverage. The insurer may only apply a pre-existing condition limitation during the first six (6) months of coverage.

CIC 10198.7(b): This section allows an insurer covering one (1) or two (2) individuals to utilize a pre-existing condition limitation when treatment for the condition was received within the twelve (12) months prior to the effective date of coverage. The insurer may only apply a pre-existing condition limitation during the first twelve (12) months of coverage.

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