

TATE OF MAINE
DEPARTMENT OF PROFESSIONAL AND FINANCIAL REGULATION
BUREAU OF INSURANCE

IN RE:)	
)	
HARVARD PILGRIM HEALTH CARE, INC. 2017 INDIVIDUAL HMO RATE FILING)	ORDER OF WITHDRAWAL AND DISMISSAL REGARDING HPHC INSURANCE CO., INC.
)	
HPHC INSURANCE CO., INC. 2017 INDIVIDUAL PPO RATE FILING)	
)	
Docket No. INS-16-1003 (Consolidated))	

By correspondence dated June 28, 2016, HPHC Insurance Company, Inc. (“HPHC”) provided statutory notice to the Superintendent that HPHC will cease doing business in the individual health plan market in this State effective as of January 1, 2017. *See* 24-A M.R.S. § 2736-C(4). As set forth in the notice, HPHC explained that it will not renew its individual PPO health policies currently in place and will not issue any new PPO policies on or after January 1, 2017.¹ HPHC also asserted that, per statute, it will provide written notice to policyholders of the discontinuance of their policies effective as of January 1, 2017.² As of the date of HPHC’s rate filing, total in-force enrollment for HPHC’s PPO products was approximately 200 individuals.

Upon the representation by HPHC that it has, in fact, mailed the policyholder letters as represented to the Superintendent in compliance with the statutory 6-month prior notice requirement, the Superintendent hereby APPROVES the intended cessation of business in this State by HPHC Insurance Company, Inc., subject to the following conditions:

1. Per 24-A M.R.S. § 2736-C(4)(B), HPHC will continue to be governed by 24-A M.R.S. § 2736-C.
2. Per 24-A M.R.S. § 2736-C(4)(C), HPHC is prohibited from writing new business in the individual health plan market in this State for a period of 5 years from June 28, 2016.

By reason of the foregoing, the Superintendent further hereby APPROVES the request by HPHC to withdraw its individual PPO rate filing (SERFF Tracking Number HPHC-130540946) and enters a *STIPULATION OF DISMISSAL* as to HPHC in the consolidated 2017 individual rate proceeding (Docket No. INS-16-1003). *See* 5 M.R.S. § 9053(2). That portion of

¹ Under Maine law, the statutory term for this type of health plan is “Preferred Provider Arrangement” (PPA). *See* 24-A M.R.S. §§ 2670 – 2680 (the Preferred Provider Arrangement Act).

² HPHC subsequently represented that the policyholder notice letters were mailed on June 29, 2016. Per 24-A M.R.S. § 2736-C(4)(A), if existing contracts are nonrenewed, notice to the policyholder must be provided at least 6 months prior to nonrenewal.

the consolidated adjudicatory proceeding—related solely to HPHC—is hereby concluded with no further action to be taken. Conversely, that portion of the consolidated adjudicatory proceeding related to Harvard Pilgrim Health Care, Inc.’s HMO rate filing (SERFF Tracking Number HPHC-130549012) remains ongoing and subject to further adjudication before the Superintendent.

PER ORDER OF THE SUPERINTENDENT OF INSURANCE

July 7, 2016



ERIC A. CIOPPA
Superintendent of Insurance