

DEC 29 1995

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

DEPARTMENT OF INSURANCE  
By 

In the Matter of:	)	Docket No. 95-277
	)	
CIGNA Dental Health Plan of	)	ORDER APPROVING
Arizona, Inc.,	)	APPLICATION FOR ISSUANCE
	)	OF CERTIFICATE OF AUTHORITY
_____	)	

CIGNA Dental Health Plan of Arizona, Inc., ("CDH-AZ"), an Arizona domestic corporation, has filed an application (the "Application") with the Director of Insurance for the State of Arizona ("Director") for the issuance of a certificate of authority to transact insurance business as a domestic prepaid dental plan organization. After reviewing the filings, correspondence, and information provided to the Arizona Department of Insurance ("Department"), the Director makes the following findings of fact and conclusions of law and issues the following order:

1. CDH-AZ filed the Application with the Department pursuant to Arizona Revised Statutes (A.R.S.) Title 20, Chapter 2 and Chapter 4, Article 7.

2. CDH-AZ has complied with all requirements of law relative to the organization of a domestic prepaid dental plan organization.

3. CDH-AZ has filed with the Department all documents requested by staff for review in connection with the proposed authorization including but not limited to the Department's checklist of Requirements for Admission of Domestic Prepaid Dental Plan Organizations.

1           4.    A Report of Preadmission Examination concludes that  
2 the provisions of A.R.S. Title 20 have been complied with and  
3 CDH-AZ is entitled to a certificate of authority to transact  
4 insurance business as a prepaid dental plan organization in this  
5 state and is subject to the authority and jurisdiction of this  
6 state.

7           5.    CDH-AZ has entered into a Transfer Agreement with  
8 Connecticut General Life Insurance Company (CGLIC) and CIGNA  
9 Dental Health, Inc., (CDH) under the terms of which CDH-AZ will  
10 accept the transfer of certain policies of insurance providing  
11 coverage to Arizona residents for prepaid dental benefits using a  
12 lock-in network of dental providers contracted by CDH-AZ. All  
13 business subject to the Transfer Agreement shall be subject to  
14 premium tax audit. CDH-AZ shall accept responsibility and  
15 liability for the unpaid premium tax liabilities, if any, for all  
16 insurance business subject to the Transfer Agreement and for all  
17 insurance business transacted in Arizona by CIGNA Dental Health,  
18 Inc., a Florida corporation.

19           6.    CDH-AZ shall file a complete Annual Statement for  
20 the year ended December 31, 1995 on the National Association of  
21 Insurance Commissioners (NAIC) Limited Health Service Organization  
22 statement blank, together with the required Annual Audited  
23 Financial Report as required by A.R.S. §20-1009 on or before March  
24 1, 1996.

25           7.    Within 15 days of the date of this Order, CDH-AZ  
26 shall file a Form B pursuant to A.R.S. §20-481.09.

27           NOW, THEREFORE, I, CHRIS HERSTAM, the Director of  
28 Insurance, do order that:

1 The Authorization of CIGNA Dental Health Plan of  
2 Arizona, Inc., to transact business as a Prepaid Dental Plan  
3 Organization in the State of Arizona is approved to be effective  
4 December 29, 1995.

5 DATED this 29<sup>th</sup> day of December, 1995.

6  
7  
8 *for*  CHRIS HERSTAM, DEP. DIR.  
Director of Insurance

9 COPY of the foregoing mailed this  
10 29th day of December, 1995, to:

11 Chris Herstam, Director  
12 Charles Cohen, Deputy Director  
13 Gregory Harris, Executive Assistant Director  
14 Erin Klug, Executive Assistant  
15 Catherine O'Neil, Assistant Director  
16 Gary Torticill, Assistant Director  
17 Deloris Williamson, Assistant Director  
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Gail Patricia Garcia  
Vice President and Secretary  
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