



Indiana Manufacturers Association
Indiana's Leading Voice for Industry

IMA Member Alert

2400 One American Square, P. O. Box 82012, Indianapolis, IN 46282

Phone: (317) 632-2474 • Toll Free: (800) 462-7762

Fax: (317) 231-2320 • Web site: www.imaweb.com

Contact: Charlene Hickey at chickey@imaweb.com

Group Health Insurance News

July 19, 2002

IMA Members:

Last Friday, an Indiana court ordered the State Department of Insurance (DOI) to take over the Indiana Construction Industry Trust (ICIT). The DOI has turned the issue over to the Indiana Insolvency division who is charged with determining whether or not the trust can be rehabilitated or if it should simply be liquidated. Attached to this memo are the contents of an email I sent to the DOI requesting information about the trust, as well as a link to a local television station's Web site that has an article posted about this action.

We know that a number of manufacturers and some of our members are insured through the ICIT program and are affected by this seizure. We want you all to know that we are here to help if you have questions about this issue. Information is slowly coming out about the future of the program. We have been in touch with the DOI and are currently trying to contact the Insolvency division to learn more.

ICIT enrollees will receive information packets explaining the liquidation process. In the meantime, enrollees should look for new health-care options, said Greg Thomas, the state insurance department's chief deputy commissioner. The article from WRTV can be found at the following link: <http://www.theindychannel.com/ind/news/stories/news-156703020020719-070710.html>

"Today, I can't tell you how it's all going to turn out, but I think people need to start shopping around for another health care (plan) as soon as possible," Thomas told RTV6 Thursday. "And stay tuned for further instructions from the court as to how the claims will be paid."

(See next page)

Those of you who are affected by this unfortunate situation should consult with your legal representative and your insurance agent to determine an action plan for you and your employees and their dependents. Please remember that the IMA has an Anthem Blue Cross Blue Shield discounted group health and life insurance program for our members with between 2-99 full-time employees.

Here is the notice from Joy Long at the Indiana Department of Insurance.

From: Joy Long [JLONG@doi.state.in.us]
Sent: Monday, July 15, 2002 4:18 PM
To: JIM DYAR
Cc: JEFF GOODWIN
Subject: Re: ICIT

Good afternoon.

Friday 7/12 the Department petitioned the court for and received an order of rehabilitation and an order for seizure of ICIT. The insolvency division took over on Friday at noon. They will determine what assets are available and whether those assets are enough to allow rehabilitation of the trust or whether the assets will have to be liquidated for payment of unpaid claims.

There are many questions that I am sure you will have. Some answers are currently available and some answers are currently being determined. The Department contact that will best be able to answer your questions is Dennis Maurer. He is the liaison between the Department, the insolvency team and ICIT. His e-mail is dmaurer@doi.state.in.us and his phone is 234-2101. Later this week contact will be switched directly to the insolvency division. Hope this helps.

From some later conversations, the DOI will no longer comment on the ICIT situation. All questions are to be referred to the Indiana Insolvency division. Any affected parties who are interested in getting some questions answered, can contact them at 317-237-4900. You can also contact us as we are trying to compile as much information as we can. You will likely get a busy signal at the Insolvency division.

Please contact Jim Dyar or Jeff Goodwin at the IMA if you have questions about the ICIT or the IMA's discounted group health and life insurance program with Anthem Blue Cross Blue Shield.

We can be reached at the following:

800-462-6861
317-632-2474
jdylar@imaweb.com
jgoodwin@imaweb.com

Sincerely,

Jim Dyar
Director of Sales
IMASERV, Inc.