

State of Idaho
DEPARTMENT OF INSURANCE

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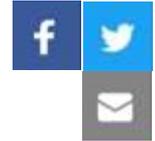
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Idaho Department of Insurance News Release

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Transamerica cited for violations of Idaho Insurance Code

BOISE ID – The Idaho Department of Insurance has issued a consent order against Transamerica Life Insurance Company for three counts of failure to comply with Idaho Insurance Code and Department Rule regarding specific policy provisions. Specifically, the Department found that Transamerica was not in compliance with the following:

- **Idaho Code Section 41-2210(3)** – health insurance contracts must allow unmarried children under age 25 who receive more than half of their financial support from the parent to remain on the parent’s policy.
- **Idaho Code Section 41-2203(4)** – an unmarried child incapable of self-sustaining employment due to mental or physical disabilities must be allowed to remain covered under the parent’s group health insurance policy as long as the policy is in force and the “dependent remains in such condition.”
- **Department Rule No. 6 (IDAPA 18.01.06.012.01.a)** – allows that policy holders be required to notify carriers at least 60 days after the date of birth, placement, or adoption of a child. If additional premium is required, carriers must set the due date at least 31 days from the date policy holders receive the bill.

“Current federal law allows children to remain covered on their parent’s health insurance policy up to their 26th birthday,” said Department Director Dean Cameron. “This provision includes children who are married, and does not require that children are students nor financially dependent upon parents for support.”

Transamerica acknowledged the violations and has agreed to amend the policy forms. The company provided a statement to the Department indicating that no claims were denied and no coverage was declined due to any of these violations. If any claims are discovered in the future, Transamerica will bring them into compliance. The Department issued an administrative penalty of \$5,000.

About the Department of Insurance

The Idaho Department of Insurance has been regulating the business of insurance in Idaho since 1901. The mission of the Department is to equitably, effectively and efficiently administer the Idaho Insurance Code and the International Fire Code. For more information, visit www.doi.idaho.gov.

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