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FILED

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Department of Insurance
State of Idaho

**BEFORE THE DIRECTOR OF THE DEPARTMENT OF INSURANCE
OF THE STATE OF IDAHO**

In the Matter of:

MEGA LIFE AND HEALTH INSURANCE
COMPANY,

Certificate of Authority No. 1545
NAIC ID No. 97055

Docket No. 18-2952-14

**ORDER AUTHORIZING
BLOCK CANCELLATION AND
WITHDRAWAL FROM INDIVIDUAL
HEALTH INSURANCE MARKET**

On June 9, 2014, the State of Idaho, Department of Insurance (Department), received from MEGA LIFE AND HEALTH INSURANCE COMPANY (MEGA) a notice of its intent to implement a block cancellation of all of its individual health benefit plans covering Idaho residents, pursuant to Idaho Code § 41-5207(1)(f), effective 11:59 p.m. on March 31, 2015, which cancellation would affect four hundred fifty (450) policies covering nine hundred forty-nine (949) lives.

MEGA represented to the Department that it will provide a minimum of one hundred eighty (180) days' written notice to its Idaho policyholders of its intent to discontinue the affected policies by providing such notice on or before September 1, 2014.

MEGA further represented that it intends to withdraw from the individual health insurance market in Idaho and acknowledged that, pursuant to Idaho Code § 41-5207(2), it will be prohibited from offering and writing any new business in such market in Idaho for five (5) years from June 9, 2014, the date of MEGA's notice to the Department, as referenced above.

The proposed block cancellation complies with the notice requirements to the Department's Director as set forth in Idaho Code §§ 41-1841(1) and 41-5207(1)(f).

The Director, having reviewed the foregoing and the requirements of Idaho Code §§ 41-1841 and 41-5207, and good cause appearing therefor;

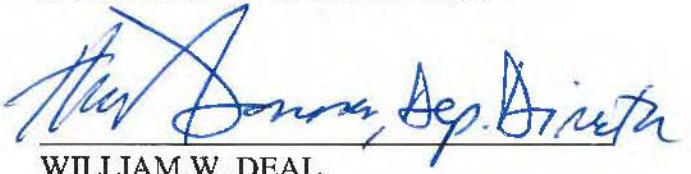
NOW THEREFORE, IT IS HEREBY ORDERED that MEGA is authorized, pursuant to Idaho Code §§ 41-1841 and 41-5207(1)(f), to effectuate a block cancellation of all of its individual health benefit plans covering Idaho residents effective 11:59 p.m. on March 31, 2015, which cancellation will affect approximately four hundred fifty (450) policies covering nine hundred forty-nine (949) lives. FURTHER, MEGA shall provide written notice of not less than one hundred eighty (180) days to policyholders affected by the cancellations authorized by this order in accordance with the notice provisions included in the company's applicable insurance policies and in Idaho Code § 41-5207.

IT IS HEREBY FURTHER ORDERED that MEGA is prohibited from offering and writing any new business in the individual health insurance market in Idaho prior to June 9, 2019, pursuant to Idaho Code § 41-5207(2).

THIS ORDER is a final order of the Director and is EFFECTIVE IMMEDIATELY.

DATED this 9th day of July, 2014.

STATE OF IDAHO
DEPARTMENT OF INSURANCE

for 
WILLIAM W. DEAL
Director

NOTIFICATION OF RIGHTS

This is a final order of the Director. Any party may file a motion for reconsideration of this final order within fourteen (14) days of the service date of this order. The agency will dispose of the petition for reconsideration within twenty-one (21) days of its receipt, or the petition will be considered denied by operation of law. *See* Idaho Code § 67-5246(4).

Pursuant to Idaho Code §§ 67-5270 and 67-5272, any party aggrieved by this final order or orders previously issued in this case may appeal this final order and all previously issued orders in this case to district court by filing a petition in the district court of the county in which:

- i. A hearing was held,
- ii. The final agency action was taken,
- iii. The party seeking review of the order resides, or operates its principal place of business in Idaho, or
- iv. The real property or personal property that was the subject of the agency action is located.

An appeal must be filed within twenty-eight (28) days of (a) the service date of this final order, (b) an order denying petition for reconsideration, or (c) the failure within twenty-one (21) days to grant or deny a petition for reconsideration, whichever is later. *See* Idaho Code § 67-5273. The filing of an appeal to district court does not itself stay the effectiveness or enforcement of the order under appeal.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that, on this 9th day of July, 2014, I caused a true and correct copy of the ORDER AUTHORIZING BLOCK CANCELLATION AND WITHDRAWAL FROM INDIVIDUAL HEALTH INSURANCE MARKET to be served upon the following by the designated means:

MEGA Life and Health Insurance Company
9151 Boulevard 26
North Richland Hills, TX 76180

- first class mail
- certified mail
- hand delivery
- via facsimile

MEGA Life and Health Insurance Company
Attn: Susan A. Luna, Sr. Director & Privacy Official
Corporate Compliance Department
P.O. Box 982010
North Richland Hills, TX 76182-8010

- first class mail
- certified mail
- hand delivery
- via facsimile

Brandon Karpen
Deputy Attorney General
Idaho Department of Insurance
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Boise, ID 83720-0043

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- certified mail
- hand delivery
- via facsimile



Teresa Jones
Assistant to the Director