

<Date>

<Member Name>

<Address 1>

<Address 2>

<City, State Zipcode>

Re: Mandated Withdrawal of New Jersey Individual Health Plans

Dear <Member Name>,

On October 1, 2006, Oxford Health Plans is making changes to the benefits and plan options for New Jersey Individual Plans for renewing Members, as required by the New Jersey Individual Healthcare Coverage (IHC) Program Rule Adoptions. **Plans that renewed on or after July 1, 2006 are also affected.**

Plans Withdrawn from the Market

In addition to the mandated benefit changes that will affect all IHC products, the following plan options were withdrawn by the IHC Board effective July 1, 2006. We are obligated by law to withdraw these options from the individual market:

- HMO \$20 copayment
- PPO \$20 copayment
- Plan D and Plan D PPO \$500 deductible

Our records indicate you have currently purchased one of these plans. While the Rule Adoptions were operative July 1, 2006, you were allowed to renew in the withdrawn plan option because Oxford did not provide the required 90-day notice prior to your renewal. As mandated by the state, Members on a withdrawn plan option must be provided with a 90-day notice, and will need to enroll in a plan that is compliant with the new regulations. As such, this letter serves as your 90-day notice that these **plan options are being withdrawn on October 1, 2006**, and you will need to select a different Oxford Individual Plan in order to continue your coverage. Additional information contained below within this letter will assist you in making this decision. Please note that if you renew before October 1, 2006, you will not retain your original renewal date. Your new renewal date will become October 1, and your rate will be guaranteed for twelve months from that date.

Making the Change

Making the change is easy! Although the IHC Board has withdrawn the plan design, that you currently purchased, from the market, Oxford offers a number of similar products and plan designs to Individual Plan Members in New Jersey, at prices that are close to what you would have paid for the withdrawn plan.

Listed below is a comparison of the plan you purchased and an alternative Oxford plan that is similar to your existing option. **If you take no action, you will be automatically renewed in the alternative plan listed and billed accordingly.**

	Current Oxford Plan Being Withdrawn	Oxford Alternative Plan
Plan Name	NJ Individual Liberty PPO – Plan C	NJ Individual Liberty PPO – Plan C
Office Visit Copayment	\$20	\$15
In-Network Deductible	\$1,000 Single; \$2,000 Family	\$1,000 Single; \$2,000 Family
Out-of-Network Deductible		\$2,000 Single; \$4,000 Family
Coinsurance (In- and Out-of-Network)	70%	70%
In-Network Maximum Out-of-Pocket	\$10,000 Coinsured Charge Limit ¹	\$5,000 Maximum Out-of-Pocket (Single); \$10,000 Maximum Out of Pocket (Family)
Out-of-Network Maximum Out-of-Pocket		\$10,000 Maximum Out-of-Pocket (Single); \$20,000 Maximum Out-of-Pocket (Family)
ER Copayment (Waived if admitted)	\$50	\$100

If for any reason you do not wish to enroll in this alternative plan, you are free to choose from a number of other Individual Plan options that Oxford currently offers. To explore additional Oxford options or if you have any additional questions, please call the Oxford Individual Inside Sales Team at 1-800-969-7480.

Sincerely,

Oxford Health Plans

¹ The Coinsured Charge Limit is the amount of covered charges, paid by both the Member and the carrier, incurred each calendar year before no coinsurance is required. Please note that this has been eliminated and replaced with the Maximum Out-of-Pocket amount. Refer to your policy for details.