

denial, in whole or in part, of an application for individual insurance by an insurer. From 1/1/01 to 10/7/04, Health Net denied 950 applications for individual health insurance without informing the applicants about the existence of OMIP.

Action

Pursuant to ORS 731.988, Health Net is assessed a civil penalty of \$10,000. The payment shall be made in the form of a check payable to the "Department of Consumer and Business Services" for the full amount due. The payment shall be delivered to the Insurance Division at the Labor and Industries Building, 350 Winter Street NE, Room 440 (4th Floor), Salem, Oregon; or mailed to the Insurance Division at PO Box 14480, Salem, OR 97309-0405. The payment is due on, and shall be received by the Insurance Division by, the date of the final order.

Dated April 22, 2005

/s/ Stephen Lynch
[Signature of Representative]

Stephen Lynch
[Printed Name of Representative]

President, Western Region Health Plans
[Printed Title of Representative]

Health Net Health Plan of Oregon, Inc.

FINAL ORDER

The director incorporates herein the above stipulation, adopts it as the director's final decision in this proceeding, and orders that the action stated therein be taken.

Dated May 23, 2005

/s/ Cory Streisinger
Cory Streisinger
Director
Department of Consumer and Business Services

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