BEFORE THE DEPARTMENT OF COMMERCE AND INSURANCE
FOR THE STATE OF TENNESSEE

RECEIVED
JAN 1 3 2006
Dept. Of Commerce & Insurance
Company Examinations

IN THE MATTER OF:	)	
	)	**No.: 05-077**
CARITEN HEALTH PLAN, INC.	)	

ORDER ADOPTING EXAMINATION REPORT AS FILED WITH MODIFICATIONS

Pursuant to Tenn. Code Ann. § 56-32-215, the Insurance Division of the State of Tennessee Department of Commerce and Insurance (hereinafter referred to as the "Division") has examined certain affairs of Cariten Health Plan, Inc. (hereinafter also referred to as the "Company"), a health maintenance organization domiciled in the State of Tennessee. As a result of an examination conducted as of the 31st day of December, 2004, the examiner-in-charge filed with the Division, on the 22nd day of November, 2005, a verified, written report on examination, and a copy of that report has been sent to Cariten Health Plan, Inc. (The Report on Prompt Pay Examination of the Cariten Health Plan, Inc., is attached hereto and marked as Exhibit A). The Division received no written rebuttal to said examination report from the Company.

Pursuant to Tenn. Code Ann. § 56-32-215, said examination report regarding the affairs of Cariten Health Plan, Inc., filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 22nd day of November, 2005, is hereby **ADOPTED** as filed with the following **MODIFICATIONS**:

1. The Report on Prompt Pay Examination is herby **MODIFIED** by removing from the last sentence of page (3) the language "and Tenn. Code Ann. § 56-32-226".
2. The Report on Prompt Pay Examination is hereby **MODIFIED** by deleting the paragraph at the top of page seven (7).

3. The Report on Prompt Pay Examination is hereby **MODIFIED** by removing from the last sentence of page seven (7) the language "and Tenn. Code Ann. § 56-32-226".

4. The Report on Prompt Pay Examination is hereby **MODIFIED** by removing from the middle of page eight (8) the line which currently reads "Claims paid within 60 days 99.8% **In Compliance**".

The adoption of this examination report shall not preclude the Department from imposing sanctions against Cariten Health Plan, Inc., for potential violations of the Tennessee Insurance Law which may be revealed in the examination report, it being the intent of this Order Adopting Examination Report as Filed With Modifications merely to adopt the examination report filed by the examiner-in-charge.

It is so **ORDERED**.

ENTERED this the 12th day of January, 2006.

Paula A. Flowers

Paula A. Flowers, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:

Eric J. Stansell

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CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report as Filed has been messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, and Don Spann, Chief Examiner, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to Cariten Health Plan, Inc., 1420 Centerpoint Boulevard, Knoxville, Tennessee 37932, on this the 13th day of January, 2006.

Eric J. Stansell

Eric J. Stansell
Certifying Attorney