

CDPHP®
500 Patroon Creek Blvd.
Albany, NY 12206-1057



[date]

[Contact Name]
[Group Name]
[Address]
[City State Zip]

Group ID#
Plan Code:

Dear Employer Group Contact:

Capital District Physicians' Health Plan Inc. (CDPHP®) will be filing a request for approval to adjust 2014 large group community-rated premiums with the Department of Financial Services (NYSDFS). The New York Insurance Law requires that health insurers provide an initial notice to you when we submit requests for premium rate adjustment to the Superintendent of Financial Services. The requested rate adjustment for the large group HMO product that you offer your employees is __%. Please note that the Superintendent of Financial Services may approve, modify, or disapprove the rate adjustment request. This letter is giving you notice that CDPHP is filing a rate adjustment request with NYSDFS.

You have 30 days from the date CDPHP submits its request to contact CDPHP or NYSDFS to request additional information about the rate change, or to submit written comments to NYSDFS. We anticipate submitting our request on July 15, 2013. You may also contact CDPHP to learn the start and end dates of the comment period. You can submit your comment to the Department online at <https://myportal.dfs.ny.gov/web/prior-approval/welcome>, email to PremiumRateIncreases@dfs.ny.gov, or mail to NYSDFS. Any written comments you submit to NYSDFS should include CDPHP as your insurer and Large Group HMO as your policy. Comments submitted to NYSDFS will be posted on the DFS website with personally identifying information redacted. You can find contact information for CDPHP and NYSDFS's address on the reverse side of this letter.

These premium rate changes are necessary due to expected increases in claim costs due to the increase in medical and pharmacy trend, correction for past pricing and a change in administrative expenses. In 2014, CDPHP expects to see increases in medical care utilization due to advances in medical technology, genetic testing, aging of the population, and improvement in the economy. These increases will be held lower than industry trends due to CDPHP medical management programs including disease management, medical therapy management, and programs targeted to improve quality of care and cost-effectiveness in the physician's office.

CDPHP has prepared a narrative summary that provides a detailed, plain English explanation of the reason or reasons for seeking an adjustment. You may view the narrative by visiting our website at www.cdphp.com/members or the Department's website at <https://myportal.dfs.ny.gov/web/prior-approval/welcome>.

You will receive details on your rates at least 60 days before your benefits renewal date. If you are interested in reviewing one of our other cost-effective plans to meet the needs of your employees, our staff is ready to assist you and your broker. After NYSDFS makes the final decision, CDPHP will send you a final notice of the approved rate adjustment for your current benefit at least 60 days before your benefit renewal date.

Enclosed is a copy of a notice that employees enrolled in your CDPHP group plan are required to receive. If you are unable or unwilling to deliver these notices to your employees, please let us know within three business days by contacting us at employerinfo@cdphp.com. We also recommend providing additional information with the notice, such as employee contribution levels, as the notice may be confusing to employees. If you would prefer a PDF of the document, or need additional copies, please contact us as shown on the reverse, and indicate the correct contact person, address, and quantity desired.

Sincerely,



Carole Montepare
Senior Vice President, Sales and Marketing
CDPHP

CDPHP
Att.: Membership & Billing
500 Patroon Creek Blvd.
Albany, NY 12206-1057

employerinfo@cdphp.com

(518) 641-3900

Health Bureau—Premium Rate Adjustments
NYS Dept. of Financial Services
One State Street, 2nd Floor
New York, NY 10004-1511

<https://myportal.dfs.ny.gov/web/prior-approval/welcome>

PremiumRateIncreases@dfs.ny.gov



Important Information for CDPHP Members

Capital District Physicians' Health Plan Inc. (CDPHP®) will be filing a request for approval to adjust 2014 large group community-rated premiums with the Department of Financial Services (NYSDFS). The New York Insurance Law requires that health insurers provide an initial notice to you when we submit requests for premium rate adjustment to the Superintendent of Financial Services. The requested rate adjustment for the large group HMO product that you offer your employees is __%. Please note that the Superintendent of Financial Services may approve, modify, or disapprove the rate adjustment request. This letter is giving you notice that CDPHP is filing a rate adjustment request with NYSDFS.

You have 30 days from the date CDPHP submits its request to contact CDPHP or NYSDFS to request additional information about the rate change, or to submit written comments to NYSDFS. We anticipate submitting our request on July 15, 2013. You may also contact CDPHP to learn the start and end dates of the comment period. You can submit your comment to the Department online at <https://myportal.dfs.ny.gov/web/prior-approval/welcome>, email to PremiumRateIncreases@dfs.ny.gov, or mail to NYSDFS. Any written comments you submit to NYSDFS should include CDPHP as your insurer and Large Group HMO as your policy. Comments submitted to NYSDFS will be posted on the DFS website with personally identifying information redacted. You can find contact information for CDPHP and NYSDFS's address on the reverse side of this letter.

These premium rate changes are necessary due to expected increases in claim costs due to the increase in medical and pharmacy trend, correction for past pricing and a change in administrative expenses. In 2014, CDPHP expects to see increases in medical care utilization due to advances in medical technology, genetic testing, aging of the population, and improvement in the economy. These increases will be held lower than industry trends due to CDPHP medical management programs including disease management, medical therapy management, and programs targeted to improve quality of care and cost-effectiveness in the physician's office.

CDPHP has prepared a narrative summary that provides a detailed, plain English explanation of the reason or reasons for seeking an adjustment. You may view the narrative by visiting our website at www.cdphp.com/members or the Department's website at <https://myportal.dfs.ny.gov/web/prior-approval/welcome>.

The proposed percentage above does not reflect any benefit changes that your employer may make. It is also important to note that details on premium cost-sharing are between you and your employer. Therefore, the percentage of change in your payroll deduction may differ from the percentage stated above. You will receive details on your rates at least 60 days before your benefits renewal date. After NYSDFS makes the final decision, CDPHP will send you a final notice of the approved rate adjustment for your current benefit at least 60 days before your benefit renewal date.

CDPHP
Att.: Member Services
500 Patroon Creek Blvd.
Albany, NY 12206-1057

Health Bureau—Premium Rate Adjustments
NYS Dept. of Financial Services
One State Street, 2nd Floor
New York, NY 10004-1511

www.cdphp.com

<https://myportal.dfs.ny.gov/web/prior-approval/welcome>

1-800-777-2273

PremiumRateIncreases@dfs.ny.gov