JOHN R. MCGINLEY, JR., ESQ., CHAIRMAN ALVIN C. BUSH, VICE CHAIRMAN ARTHUR COCCODRILLI ROBERT J. HARBISON, III JOHN F. MIZNER, ESQ. ROBERT E. NYCE, EXECUTIVE DIRECTOR MARY S. WYATTE, CHIEF COUNSEL



PHONE: (717) 783-5417 FAX: (717) 783-2664 irrc@irrc.state.pa.us http://www.irrc.state.pa.us

INDEPENDENT REGULATORY REVIEW COMMISSION 333 Market Street, 14th Floor, Harrisburg, PA 17101

December 14, 2000

Honorable M. Diane Koken, Commissioner Insurance Department 1326 Strawberry Square Harrisburg, PA 17120

Re: Regulation #11-205 (IRRC #2152) Insurance Department Medicare Supplement Insurance Minimum Standards

Dear Commissioner Koken:

The Independent Regulatory Review Commission approved your regulation on December 14, 2000. Our Order is enclosed and is available on our website at <u>www.irrc.state.pa.us</u>.

We appreciate the joint effort that went into producing a regulation that met the criteria and intent of the Regulatory Review Act.

Sincerely,

John R. McGinley, Jr. Chairman wbg Enclosure

cc: Honorable Nicholas A. Micozzie, Majority Chairman, House Insurance Committee Honorable Anthony DeLuca, Democratic Chairman, House Insurance Committee Honorable Edwin G. Holl, Chairman, Senate Banking and Insurance Committee Honorable Jay Costa, Jr., Minority Chairman, Senate Banking and Insurance Committee Pete Salvatore, Regulatory Coordinator, Insurance Department

INDEPENDENT REGULATORY REVIEW COMMISSION APPROVAL ORDER

Commissioners Voting:

Public Meeting Held: December 14, 2000

John R. McGinley, Jr., Chairman Alvin C. Bush, Vice Chairman, by phone Arthur Coccodrilli Robert J. Harbison, III John F. Mizner

Regulation No.11-205 Insurance Department Medicare Supplement Insurance Minimum Standards

On October 3, 2000, the Independent Regulatory Review Commission (Commission) received this regulation from the Insurance Department (Department). This rulemaking amends 31 Pa. Code Chapter 89. Notice of proposed rulemaking was omitted for this regulation; it will become effective upon publication in the *Pennsylvania Bulletin*. On October 31, 2000, the Department withdrew the rulemaking. On November 6, 2000, the Department submitted a revised rulemaking to the Commission.

The Department is amending its regulations to comply with new federal requirements in the Social Security Act, the Balanced Budget Act of 1999 and the Ticket to Work and Work Incentives Improvement Act. Additionally, it conforms to the National Association of Insurance Commissioners revised model regulation. These amendments are mandated by federal law.

We have determined this regulation is consistent with the statutory authority of the Department (71 P.S. § 186) and the intention of the General Assembly. Having considered all of the other criteria of the Regulatory Review Act, we find promulgation of this regulation is in the public interest.

BY ORDER OF THE COMMISSION:

This regulation is approved.



John R. McGinley, Jr., Chairman