Kaiser Permanente Insurance Company

California Comprehensive Major Medical (PPO) for Large Groups

Certificate of Insurance

SAMPLE

This policy and the application of the employer constitute the entire contract between the parties, and any statement made by the employer shall, in the absence or fraud, be deemed a representation and not a warranty.

Group Name: KPIC M-L SAMPLE GROUP AGREEMENT - PPO GF
Group Policy # 444444444
Contract ID: 444
Contract Option ID: 444444444

NONDISCRIMINATION NOTICE

Kaiser Permanente Insurance Company (KPIC) does not discriminate based on race, color, national origin, ancestry, religion, sex, marital status, gender, gender identity, sexual orientation, age, or disability.

Language assistance services are available from our Member Services Contact Center 24 hours a day, seven days a week (except closed holidays). We can provide no cost aids and services to people with disabilities to communicate effectively with us, such as: qualified sign language interpreters and written information in other formats; large print, audio, and accessible electronic formats. We also provide no cost language services to people whose primary language is not English, such as: qualified interpreters and information written in other languages. To request these services, please call **1-800-788-0710** (TTY users call **711**).

If you believe that KPIC failed to provide these services or there is a concern of discrimination based on race, color, national origin, ancestry, religion, sex, marital status, gender, gender identity, sexual orientation, age, or disability you can file a complaint by phone or mail with the KPIC Civil Rights Coordinator. If you need help filing a grievance, the KPIC Civil Rights Coordinator is able to help you.

KPIC Civil Rights Coordinator, Grievance 1557
8954 Rio San Diego Drive, 4th Floor, Ste 406
San Diego, CA 92108
Phone: 1-888-251-7052 (TTY: 711)
Fax: 866-338-0266

SAMPLE

You may also contact the California Department of Insurance regarding your complaint.

By Phone:
California Department of Insurance
1-800-927-HELP
(1-800-927-4357)
TDD: 1-800-482-4TDD
(1-800-482-4833)

By Mail:
California Department of Insurance
Consumer Communications Bureau
300 S. Spring Street
Los Angeles, CA 90013

Electronically:
www.insurance.ca.gov

You can also file a civil rights complaint with the U.S. Department of Health and Human Services, Office for Civil Rights if there is a concern of discrimination based on race, color, national origin, age, disability, or sex. You can file the complaint electronically through the Office for Civil Rights Complaint Portal, available at

https://ocrportal.hhs.gov/ocr/portal/lobby.jsf, or by mail or phone at: U.S. Department of Health and Human Services, 200 Independence Avenue SW, Room 509F, HHH Building, Washington, DC 20201, 1-800-368-1019, 1-800-537-7697 (TDD). Complaint forms are available at http://www.hhs.gov/ocr/office/file/index.html.

SAMPLE

MEDICAL INFORMATION CONFIDENTIALITY NOTICE

An insured who is a protected individual is not required to obtain the Certificateholder's authorization to receive certain medical services ("sensitive services") or to submit a claim for sensitive services if the protected individual has the right to consent to care. Under California law, insureds also have the right to request confidential communication of medical information related to sensitive services that they receive.

"Protected individual" means any adult insured covered under a health insurance policy or a minor who can consent to a health care service without the consent of a parent or legal guardian, pursuant to state or federal law. "Protected individual" does not include an individual that lacks the capacity to give informed consent for health care pursuant to Section 813 of the Probate Code.

"Sensitive services" means all health care services related to mental or behavioral health, sexual and reproductive health, sexually transmitted infections, substance use disorder, gender affirming care, and intimate partner violence, and includes services described in Sections 6924, 6925, 6926, 6927, 6928, 6929, and 6930 of the California Family Code, and Sections 121020 and 124260 of the California Health and Safety Code, obtained by a patient of any age at or above the minimum age specified for consenting to the service specified in the section.

SAMPLE

"Medical information" means any individually identifiable information, in electronic or physical form, in possession of or derived from a provider of health care, health insurer, pharmaceutical company, or contractor regarding a patient's medical history, mental or physical condition, or treatment. "Individually identifiable" means that the medical information includes or contains any element of personal identifying information sufficient to allow identification of the individual, such as the patient's name, address, electronic mail address, telephone number, or social security number, or other information that, alone or in combination with other publicly available information, reveals the individual's identity.

Requests for confidential communications. A request for confidential communication will apply to all communications that disclose medical information or provider name and address related to medical services that you have received. Your request will be valid until you submit a revocation of your request or if you submit a new confidential communication request. To protect the confidentiality of the information, a KPIC representative will call you upon receipt of your request to verify and acknowledge your request. The KPIC representative will send you a form relative to your request.

You may request a confidential communication of medical information related to medical services that you have received to:

KAISER PERMANENTE INSURANCE COMPANY
ATTN: KPIC OPERATIONS
P.O. BOX 939001, SAN DIEGO, CA 92193-9001
1-800-788-0710

GRANDFATHERED COVERAGE

Kaiser Permanente Insurance Company (KPIC) believes this coverage is a ‘‘grandfathered health plan’’ under the Patient Protection and Affordable Care Act (the Affordable Care Act). Being a grandfathered health plan means that your coverage may not include certain consumer protections of the Affordable Care Act that apply to other plans. If you have questions about grandfathered health plans, please call 1-800-464-6000.

If your plan is an ERISA plan, you may also contact the Employee Benefits Security Administration, U.S. Department of Labor at 1-866-444-3272 or www.dol.gov/ebsa/healthreform. To determine whether your employee benefit plan is covered by ERISA, check with your employer.

SAMPLE

D-1010-HCR-GF

KAISER PERMANENTE INSURANCE COMPANY
One Kaiser Plaza
Oakland, California 94612

CERTIFICATE OF INSURANCE

This Certificate describes benefit coverages funded through a Group Insurance Policy issued to Your group by Kaiser Permanente Insurance Company. It becomes Your Certificate of Insurance when You have met certain eligibility requirements.

This Certificate is not an insurance policy. The complete terms of the coverage are set forth in the Group Policy. If the Group Policy and this Certificate differ, the Group Policy will govern. A copy of the Group Policy is available at the Policyholder's office.

KPIC will provide notice to the Policyholder of the following actions no later than 60 days prior to the effective date of the action: termination of the Group Policy, increasing premiums, reducing or eliminating benefits, or restricting eligibility for coverage. The Policyholder will provide the notice to the Insured.

This Certificate supersedes and replaces any and all certificates that may have been issued to You previously for the coverage described herein.

SAMPLE

In this Certificate, Kaiser Permanente Insurance Company will be referred to as: "KPIC", "we", "us", or "our". The [Covered Person] Insured Employee named in the Schedule of Coverage will be referred to as: "You", or "Your".

This Certificate is important to You and Your family. Please read it carefully and keep it in a safe place.

Language Assistance

SPANISH (Español): Para obtener asistencia en Español, llame al 1-(800)-788-0710.

TAGALOG (Tagalog): Kung kailangan niyo ang tulong sa Tagalog tumawag sa 1-(800)-788-0710.

CHINESE (中文): 如果需要中文的帮助，请拨打这个号码1-(800)-788-0710.

NAVAJO (Dine): Dinek'ehgo shika at'ohwol ninisingo, kwiijigo holne' 1-(800)-788-0710

Some hospitals and other providers do not provide one or more of the following services that may be covered under Your policy and that You or Your family member might need: family planning; contraceptive services, including emergency contraception; sterilization, including tubal ligation at the time of labor and delivery; infertility treatments; or abortion. You should obtain more information before You become a Policyholder or select a network provider. Call Your prospective doctor or clinic, or call the Kaiser Permanente Insurance Company at **1-800-788-0710 (TTY users call 711)** for assistance to ensure that You can obtain the health care services that You need.

Please refer to the General Limitations and Exclusions section of this Certificate for a description of the plan's general limitations and exclusions. Likewise, the Schedule of Coverage contains specific limitations for specific benefits.

Note: If You are insured under a separate group medical insurance policy, You may be subject to coordination of benefits as explained in the COORDINATION OF BENEFITS section.

SAMPLE

TABLE OF CONTENTS

The sections of this Certificate appear in the order set forth below

NONDISCRIMINATION NOTICE] 2

MEDICAL INFORMATION CONFIDENTIALITY NOTICE 4

GRANDFATHERED COVERAGE 5

CERTIFICATE OF INSURANCE 6

TABLE OF CONTENTS 8

INTRODUCTION 9

GENERAL DEFINITIONS 12

ELIGIBILITY, EFFECTIVE DATE, AND TERMINATION DATE 34

ACCESS TO HEALTH CARE 42

TIMELY ACCESS TO CARE 47

PRECERTIFICATION 49

DEDUCTIBLES AND MAXIMUMS 54

GENERAL BENEFITS 57

GENERAL LIMITATIONS AND EXCLUSIONS 73

OPTIONAL OUTPATIENT PRESCRIPTION DRUG BENEFITS, LIMITATIONS AND EXCLUSIONS 78

OPTIONAL BENEFITS, LIMITATIONS AND EXCLUSIONS 85

FEDERAL CONTINUATION OF HEALTH INSURANCE 87

CALIFORNIA REPLACEMENT AND DISCONTINUANCE 90

COORDINATION OF BENEFITS 92

CLAIMS AND APPEALS PROCEDURES 96

YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW 114

CLAIMS DISPUTE IMPORTANT NOTICE 116

GENERAL PROVISIONS 117

SAMPLE

INTRODUCTION

This Certificate describes the KPIC Participating (Preferred) Provider Organization (PPO) Medical Insurance Plans. It is important that You reference the Schedule of Coverage to determine the type of plan under which You are covered.

Please read the following information carefully. It will help You understand how the provider You select can affect the dollar amount You must pay in connection with receiving Covered Services. Your coverage under the Group Policy includes coverage for Covered Services received from Participating Providers as well as Non-participating Providers. The provider You select can affect the dollar amount You must pay in connection receiving Covered Services.

Please refer to the General Limitations and Exclusions section of this Certificate for a description of the plan's general limitations and exclusions. Likewise, the Schedule of Coverage contains specific cost sharing amounts when receiving care from Participating Providers and Non-participating Providers and limitations for specific benefits.

For information on how to make a complaint regarding timely access to care please refer to the ACCESS TO HEALTH CARE section in this Certificate.

To verify the current participation status of a provider, please call the toll-free number listed in the Participating Provider directory. To view KPIC's Participating Provider directory or to request a printed copy at no cost, You may visit KPIC's contracted provider network web site at www.Multiplan.com/Kaiser for providers in CA, CO, GA, HI, MD, OR, VA, WA and the District of Columbia (hereafter referred to as KP states) and http://kp.org/CignaPPONetworkDirectory for providers for all other states. Additionally, a current printed listing of KPIC's Participating Providers directory is available at no cost to You by calling the phone number listed on Your ID card or by writing to: KPIC Provider Relations Manager, 300 Lakeside Drive, Room 1335D, Oakland, CA 94612. If a Covered Person receives care from a Non-participating Provider, benefits under the Group Policy will be payable at the Non-participating Provider tier.

SAMPLE

KPIC is not responsible for Your decision to receive treatment, services or supplies from Participating or Non-participating Providers. Additionally, KPIC is neither responsible for the qualifications of providers nor the treatments, services or supplies under this coverage.

This Certificate uses many terms that have very specific definitions for the purpose of the Group Policy. These terms are defined in the General Definitions section and are capitalized so that You can easily recognize them. Other parts of this Certificate contain definitions specific to those provisions. Terms that are used only within one section of the Group Policy are defined in those sections. Please read all definitions carefully.

This Certificate includes a Schedule of Coverage that will give You a quick overview of Your coverage. It is very important, however, that You read Your entire Certificate of Insurance for a more complete description of Your coverage and the exclusions and limitations under this medical insurance plan.

INTRODUCTION

This Certificate forms the remainder of the Group Policy. The provisions set forth herein, are incorporated into, and made part of, the Group Policy.

Who Can Answer Your Questions?
For assistance with questions regarding Your coverage, such as Your benefits, Your current eligibility status, or name and address changes, please have Your ID card available when You call:

For coverage:	**1-800-788-0710 (TTY users call 711)**
Eligibility, name or address change:	**1-800-554-3099**

Or You may write to the Administrator:

For Southern California:
KFPH Claims Department
P.O. Box 7004
Downey, CA 90242-7004
Member Services
1-800-788-0710

For Northern California:
KFHP Claims Department
P.O. Box 12923
Oakland, CA 94604-2923
Member Services
1-800-788-0710

SAMPLE

For information or verification of eligibility of coverage, please call the number listed on Your ID card.

PPO plans only - If You have any questions regarding services, facilities, or care You receive from a Participating Provider, please call the toll free number listed in the Participating Provider directory.

For Precertification of Covered Services or Utilization Review please call the number listed on Your ID card or: 1-800-448-9776.

You may contact the California Department of Insurance at the following telephone number, address, or website. The Department of Insurance should be contacted only after discussions with KPIC, or its agent or other representative:

California Department of Insurance
1-800-927-HELP
(1-800-927-4357)
TDD: 1-800-482-4TDD
(1-800-482-4833)

INTRODUCTION

The Covered Person may write the California Department of Insurance at:

California Department of Insurance
Consumer Communications Bureau
300 S. Spring Street
Los Angeles, CA 90013

Or You can log in to the California Department of Insurance website at:

www.insurance.ca.gov

SAMPLE

GENERAL DEFINITIONS

The following terms have special meaning throughout this Certificate. Other parts of this Certificate contain definitions specific to those provisions. Terms that are used only within one section of the Certificate are defined in those sections.

"Accumulation Period" means: 1) a period of time of not more than twelve (12) months that is available to the Covered Person to satisfy the Deductible or Out-of-Pocket Maximum under the Group Policy; and 2) a period of time applicable to the Benefit Maximums, if any, under the Group Policy, such as visit, day and dollar limits. The Accumulation Period is set forth in the Schedule of Coverage.

"Administrator" means KFHP Claims Department, P.O. Box 7004, Downey, CA 90242-7004, Member Services 1-800-788-0710; KFHP Claims Department, P.O. Box 12923, Oakland, CA 94604-2923, Member Services 1-800-788-0710. KPIC reserves the right to change the Administrator at any time during the term of the Group Policy without prior notice. Neither KPIC nor its Administrator is the administrator of the Policyholder's employee benefit plan as that term is defined under Title 1 of the Employee Retirement Income Security Act of 1974 (ERISA) as then constituted or later amended.

"Affordable Care Act (ACA)" means Title XXVII of the Public Health Service Act (PHS), as then constituted or later amended. It is also known as the Patient Protection and Affordable Care Act (PPACA).

SAMPLE

"Air Ambulance Service" means medical transport by a rotary wing air ambulance, or fixed wing air ambulance, as defined under applicable federal law, for patients.

"Ancillary Services" means for purposes of determining when no surprise billing federal notice and consent requirements apply:

1. items and services furnished by a Non-Participating Provider in a Participating Provider facility related to emergency medicine, anesthesiology, pathology, radiology, and neonatology, whether provided by a physician or non-physician practitioner.
2. items and services provided by assistant surgeons, hospitalists, and intensivists.
3. diagnostic services, including radiology and laboratory services; and
4. items and services provided by a Non-Participating Provider if there is no Participating Provider who can furnish such item or service at such Participating Provider facility

"Behavioral Health Treatment" means professional services and treatment programs, including applied behavior analysis and evidence-based behavior intervention programs, that develop or restore, to the maximum extent practicable, the functioning of an individual with pervasive developmental disorder or autism, and that meet all of the following criteria:

1. The treatment is prescribed by a physician and surgeon licensed pursuant to Chapter 5 (commencing with Section 2000) of, or is developed by a psychologist licensed pursuant to Chapter 6.6 (commencing with Section 2900) of, Division 2 of the Business and Professions Code.

2. The treatment is provided under a Treatment Plan prescribed by a Qualified Autism Service Provider and is administered by one of the following:
   a) A Qualified Autism Service Provider.
   b) A Qualified Autism Service Professional supervised by the Qualified Autism Service Provider.
   c) A Qualified Autism Service Paraprofessional supervised and employed by a Qualified Autism Service Provider or Qualified Autism Service Professional.
3. The Treatment Plan has measurable goals over a specific timeline that is developed and approved by the Qualified Autism Service Provider for the specific patient being treated. The Treatment Plan shall be reviewed no less than once every six months by the qualified autism service provider and modified whenever appropriate, and shall be consistent with Section 4686.2 of the Welfare and Institutions Code pursuant to which the qualified autism service provider does all of the following:
   a) Describes the patient's behavioral health impairments to be treated.
   b) Designs an intervention plan that includes the service type, number of hours, and parent participation needed to achieve the plan' s goal and objectives, and the frequency at which the patient's progress is evaluated and reported.
   c) Provides intervention plans that utilize evidence-based practices, with demonstrated clinical efficacy in treating pervasive developmental disorder or autism.
   d) Discontinues intensive behavioral intervention services when the treatment goals and objectives are achieved or no longer appropriate.
4. The Treatment Plan is not used for purposes of providing or for the reimbursement of respite, day care, or educational services and is not used to reimburse a parent for participating in the treatment program. The Treatment Plan shall be made available to KPIC upon request.

SAMPLE

"Benefit Maximum" means the maximum amount of benefits that will be paid by KPIC for a specified type of Covered Charges incurred during a given period of time. The charges to which a Benefit Maximum applies are not considered Covered Charges after the Benefit Maximum has been reached. Charges in excess of the Benefit Maximum will not be applied toward satisfaction of the Deductible and Out-of-Pocket Maximum.

"Birth Center" means an outpatient facility which:
1. complies with licensing and other legal requirements in the jurisdiction where it is located;
2. is engaged mainly in providing a comprehensive Birth Services program to pregnant individuals who are considered normal low risk patients;
3. has organized facilities for Birth Services on its premises;
4. has Birth Services performed by a Physician specializing in obstetrics and gynecology, or at his or her direction, by a Licensed Midwife or Certified Nurse Midwife; and
5. has 24 hour a day Registered Nurse services.

GENERAL DEFINITIONS

"Birth Services" means prenatal or antepartum (before labor); intrapartum (during labor); and postpartum (after birth) care. This care is given with respect to: 1) uncomplicated pregnancy and labor; 2) spontaneous vaginal delivery; and 3) prenatal diagnosis of genetic disorders of the fetus by means of diagnostic procedures. [Benefits payable for the treatment of complications of pregnancy will be covered on the same basis as Sickness.]

"Brand Name Prescription Drug" means a prescription drug that has been patented and is only produced by one manufacturer.]

"Calendar Year" means a period of time: 1) beginning at 12:01 a.m. on January 1st of any year; and 2) terminating at midnight on December 31st of that same year.

"Certified Nurse Midwife" or **"Licensed Midwife"** means any person duly certified or licensed as such in the state in which treatment is received and is acting within the scope of his or her license at the time the treatment is performed.

"Certified Nurse Practitioner" means a Registered Nurse duly licensed in the state in which the treatment is received who has completed a formal educational nurse practitioner program. He or she must be certified as such by the: 1) American Nurses' Association; 2) National Board of Pediatric Nurse Practitioners and Associates; or 3) Nurses' Association of the American College of Obstetricians and Gynecologists.

"Certified Psychiatric Mental Health Clinical Nurse Specialist" means any Registered Nurse licensed in the state in which the treatment is received who: 1) has completed a formal educational program as a psychiatric mental health clinical nurse specialist; and 2) is certified by the American Nurses' Association.

SAMPLE

"Coinsurance" means a percentage of charges that You must pay when You receive a Covered Service as described under the **GENERAL BENEFITS** section and the Schedule of Coverage. Coinsurance amount is applied against the Covered Charge.

"Community Mental Health Facility" means a facility approved by a regional health planning agency or a facility providing services under a community mental health board established under applicable federal and state laws.

"Complications of Pregnancy" means any disease, disorder or conditions whose diagnoses are distinct from pregnancy, but are adversely affected by or are caused by pregnancy, and: (a) require Physician prescribed supervision; and (b) result in a loss or expense which, if not related to pregnancy, would be a Covered Service under the applicable provisions of this Group Policy.

"Comprehensive Rehabilitation Facility" means a facility primarily engaged in providing diagnostic, therapeutic and restorative services through licensed health care professionals to injured, ill or disabled individuals. This facility must be accredited for the provision of these services by the Commission on Accreditation of Rehabilitation Facilities or the Professional Services Board of the American Speech Language Hearing Association.

GENERAL DEFINITIONS

"Confinement" means physically occupying a room and being charged for room and board in a Hospital or other covered facility on a 24-hour a day basis as a registered inpatient upon the order of a Physician.

"Copayment" means the predetermined amount, as shown in the Schedule of Coverage, which is to be paid by the Insured for a Covered Service, usually at the time the health care is rendered. All Copayments applicable to the Covered Services are shown in the Schedule of Coverage.

"Cosmetic Surgery" means surgery that is performed to alter or reshape normal structures of the body in order to improve the patient's appearance.

"Cost Share" means : 1) Coinsurance; [2) Copayment;][3) Deductible;][and 4) any benefit specific deductible] incurred by a Covered Person.

"Covered Charge" or **"Covered Charges"** means the Maximum Allowable Charge(s) for a Covered Service.

"Covered Person" means a person covered under the terms of the PPO Plan enrollment provisions and who is, in accordance with the provisions of the Group Policy, duly enrolled as an Insured Employee or Insured Dependent under the Plan. Covered Person is sometimes referred to as "member". OR: The term "member" is sometimes used to refer to a Covered Person.

SAMPLE

"Covered Services" means services as defined and listed under the section entitled General Benefits.

"Creditable Coverage" means

1. Any individual or group policy, contract, or program that is written or administered by a disability insurer, health care service plan, fraternal benefits society, self-insured employer plan, or any other entity, in this state or elsewhere, and that arranges or provides medical, hospital, and surgical coverage not designed to supplement other plans. The term includes continuation coverage but does not include accident only, credit, disability income, Champus supplement, Medicare supplement, long-term care, dental, vision, coverage issued as a supplement to liability insurance, insurance arising out of a workers' compensation or similar law, automobile medical payment insurance, or insurance under which benefits are payable with or without regard to fault and that is statutorily required to be contained in any liability insurance policy or equivalent self-insurance.
2. The federal Medicare program pursuant to Title XVIII of the Social Security Act.
3. The Medicaid program pursuant to Title XIX of the Social Security Act.
4. Any other publicly sponsored program, provided in this state or elsewhere, of medical, hospital, and surgical care.
5. A health plan offered under 10 U.S.C.A. Chapter 55 (commencing with Section 1071) (CHAMPUS).
6. A medical care program of the Indian Health Service or of a tribal organization.
7. A state health benefits risk pool.

8. A health plan offered under 5 U.S.C.A. Chapter 89 (commencing with Section 8901) (FEHBP).
9. A public health plan as defined in federal regulations authorized by Section 2701(c)(1)(I) of the Public Health Service Act, as amended by Public Law 104-191.
10. A health benefit plan under Section 5(e) of the Peace Corps Act (22 U.S.C.A. 2504)).

"Deductible" means the amount of Covered Charges a Covered Person must incur, while insured under the Group Policy, before any benefits will be payable during that Accumulation Period. The Deductible will apply to each Covered Person separately and must be met within each Accumulation Period. When Covered Charges equal to the individual Deductible are incurred during the Accumulation Period and are submitted to Us, the Deductible will have been met for that Covered Person. In a family plan, once the total of Covered Charges applied toward each family member's individual Deductible equals the family Deductible amount, the Deductible will be satisfied for all family members for that Accumulation Period.

Benefits will not be payable for Covered Charges applied to the Deductible. Covered Charges applied to satisfy the Deductible will be applied toward satisfaction of the Out-of-Pocket Maximum. Charges in excess of the Maximum Allowable Charge and additional expenses a Covered Person must pay because Pre-certification was not obtained will not be applied toward satisfying the Deductible or the Out-of-Pocket Maximum. Covered Charges for Emergency Care Services obtained from a Non-Participating Provider will apply toward satisfaction of the Deductible at the Participating Provider tier.

SAMPLE

"Dependent" means only: a) Your spouse , or ex-spouse] or Domestic Partner; and b) Your child who is of an age within the Age Limits for Dependent Children shown in the **ELIGIBILITY, EFFECTIVE DATE, AND TERMINATION DATE** section, or is or a disabled child of any age. The word **"child"** includes: Your step-child; adopted child; child of Your Domestic Partner; any other child for whom You or Your spouse or Domestic Partner are the court-appointed guardian.

"Domestic Partner" is an adult in a domestic partnership. A Domestic Partner may be regarded as your Dependent if: a) the domestic partnership meets all of the domestic partnership requirements under California law, or was validly formed in another jurisdiction; or b) the domestic partnership is in accord with your Group's eligibility requirements, if any, that are less restrictive than California law.

"Durable Medical Equipment" means equipment that is:

[1.] designed for repeated use;

[2.] mainly and customarily used for medical purposes;

[3.] not generally of use to a person in the absence of a disease or Injury; and

[4.] approved for coverage under Medicare, except for apnea monitors; or

[5.] is otherwise required by law.

Supplies necessary for the effective use of Durable Medical Equipment are also considered Durable Medical Equipment, such as oxygen or drugs dispensed by Durable Medical Equipment vendors for use in Durable Medical Equipment items. However, drugs obtained

at pharmacies are considered under the Outpatient Prescription Drug benefit even when obtained for use in a Durable Medical Equipment item.

"Emergency Care or Emergency Services" means:

1. An appropriate medical screening examination as required under the Emergency Medical Treatment and Active Labor Act, or as would be required under such section if such section applied to an Independent Freestanding Emergency Department, that is within the capability of the emergency department of a hospital or the Independent Freestanding Emergency Department, as applicable, including ancillary services routinely available to the emergency department to evaluate such Emergency Medical Condition;
2. Within the capabilities of the staff and facilities available at the hospital or the Independent Freestanding Emergency Department, as applicable, such further medical examination and treatment, as are required under the Emergency Medical Treatment and Active Labor Actor as would be required under such section if such section applied to an Independent Freestanding Emergency Department, to stabilize the patient (regardless of the department of the hospital in which such further examination or treatment is furnished);
3. Other Covered Services that are furnished by a Non-Participating Provider after You are stabilized and as part of an outpatient observation or an inpatient or outpatient stay with respect to the same Visit in which the Emergency Services described in item 1. and 2. above are furnished.
4. The Covered Services described in item 3. above are not Emergency Services if all of the following conditions are met:
   a) The attending emergency physician or treating provider determines that the You are able to travel using nonmedical transportation or nonemergency medical transportation to an available Participating Provider or facility located within a reasonable travel distance, taking into account Your medical condition;
   b) The provider or facility furnishing such additional items and services satisfies the applicable notice and consent requirements with respect to such items and services as described under the **ACCESS TO HEALTH CARE** section of this Certificate of Insurance, provided that the written notice also satisfies the following requirements as applicable:
      i. In the case of a Participating Provider emergency facility and a Non-Participating Provider, the written notice must also include a list of any Participating Providers at the facility who are able to furnish such items and services involved and You may be referred, at Your option, to such Participating Provider.
      ii. In the case of a Non-Participating emergency facility, the written notice must include the good faith estimated amount that You may be charged for items or services furnished by the Non-Participating Provider emergency facility or by Non-Participating Providers with respect to the visit at such facility (including any item or service that is reasonably expected to be furnished by the Out-of-Network emergency facility or Out-of-Network Providers in conjunction with such items or services);

SAMPLE

c) You (or your authorized representative) are in a condition to receive the information described in item 4 b. above, as determined by the attending emergency physician or treating provider using appropriate medical judgment, and Your or Your authorized representative provide informed consent in accordance with applicable State law.

For purposes only of this definition, the following items are defined as follows:

- "authorized representative" means an individual authorized under State law to provide consent on behalf of a patient, provided that such individual is not a provider affiliated with the facility or employee of the facility, unless such provider or employee is a member of Your family.
- "Visit" as used only in this Section regarding Emergency Services means with respect to items and services furnished to an individual at a health care facility, includes, in addition to items and services furnished by a provider at the facility, equipment and devices, telemedicine services, imaging services, laboratory services, and preoperative and postoperative services, regardless of whether the provider furnishing such items or services is at the facility;

"Emergency Medical Condition" means medical condition, including psychiatric conditions, manifesting itself by acute symptoms of sufficient severity (including severe pain) such that a reasonable person, who possesses an average knowledge of health and medicine, could reasonably expect the absence of immediate medical attention to result in any of the following:

SAMPLE

- Placing the person's health (or, with respect to a pregnant woman in active labor, the health of the woman or her unborn child) in serious jeopardy
- Serious impairment to bodily functions
- Serious dysfunction of any bodily organ or part.

"Essential Health Benefits" means the general categories of benefits including the items and services covered within these categories of benefits that comprise an essential health benefit package as defined under [California Insurance Code section 10112.27 and the Patient Protection and Affordable Care Act of 2010 (ACA) as then constituted or later amended.

"Expense Incurred" or **"Expenses Incurred"** means Expenses Incurred for Covered Services. An expense is deemed incurred as of the date of the service, treatment or purchase, giving rise to the charge or charges.

"Experimental or Investigational" means that one of the following is applicable:

1. The service is not recognized in accord with generally accepted medical standards as safe and effective for treating the condition in question, whether or not the service is authorized by law or use in testing or other studies on human patients; or
2. The service requires approval by any governmental authority prior to use and such approval has not been granted when the service is to be rendered

"External Prosthetics and Orthotics" means:

1. An External Prosthetic device is a device that is located outside of the body which replaces all or a portion of a body part or that replaces all or portion of the function of a permanently inoperative or malfunctioning body part. Examples of external prosthetics includes artificial limbs, parental and enteral nutrition, urinary collection and retention systems, colostomy bags and other items and supplies directly related to ostomy care and eyewear after cataract surgery or eyewear to correct aphakia. Other examples are prosthetic devices incident to a mastectomy, including custom-made prostheses when medically necessary; adhesive skin support attachment for use with external breast prosthesis; and brassieres for breast prostheses and Prosthetic devices to replace all or part of an external facial body part that has been removed or impaired as a result of disease, injury, or congenital defect. Supplies necessary for the effective use of prosthetic device are also considered prosthetics.
2. Orthotics that are rigid or semi rigid external devices. They must: a) support or correct a defective form or function of an inoperative or malfunctioning body part; or b) restrict motion in a diseased or injured part of the body. Orthotics do not include casts.

"Free-Standing Surgical Facility" means a legally operated institution which is accredited by the Joint Commission on the Accreditation of Health Organizations (JCAHO) or other similar organization approved by KPIC that:

1. has permanent operating rooms;
2. has at least one recovery room;
3. has all necessary equipment for use before, during and after surgery;
4. is supervised by an organized medical staff, including Registered Nurses available for care in an operating or recovery room;
5. has a contract with at least one nearby Hospital for immediate acceptance of patients requiring Hospital care following care in the Free Standing Surgical Facility;
6. is other than: a) a private office or clinic of one or more Physicians; or b) part of a Hospital; and
7. requires that admission and discharge take place within the same working day.

SAMPLE

"Generally Accepted Standards of Mental Health and Substance Use Disorder Care" means standards of care and clinical practice that are generally recognized by Health Care Providers practicing in relevant clinical specialties such as psychiatry, psychology, clinical sociology, addiction medicine and counseling, and behavioral health treatment pursuant to California Insurance Code Section 10144.51. Valid, evidence-based sources establishing Generally Accepted Standards of Mental Health and Substance Use Disorder Care include peer-reviewed scientific studies and medical literature, clinical practice guidelines and recommendations of nonprofit Health Care Provider professional associations, specialty societies and federal government agencies, and drug labeling approved by the United States Food and Drug Administration.

"Generic Prescription Drug" is a prescription drug which does not bear the trademark of a specific manufacturer. It is chemically the same and generally costs less than a Brand Name Prescription Drug.

GENERAL DEFINITIONS

"Group Policy" means the contract issued by KPIC to the Policyholder that establishes the rights and obligations of KPIC and the Policyholder.

"Habilitative Services" means health care services and devices that help a person keep, learn, or improve skills and functioning for daily living (habilitative services). Examples include therapy for a child who is not walking or talking at the expected age. These services may include physical and occupational therapy, speech-language pathology and other services for people with disabilities in a variety of inpatient and/or outpatient settings.

"Health Care Provider" means any of the following:

a) A person who is licensed under Division 2 (commencing with Section 500) of the Business and Professions Code.

b) An associate marriage and family therapist or marriage and family therapist trainee functioning pursuant to Section 4980.43.3 of the Business and Professions Code.

c) A Qualified Autism Service Provider or Qualified Autism Service Professional certified by a national entity pursuant to Section 1374.73 of the Health and Safety Code and Section 10144.51.

d) An associate clinical social worker functioning pursuant to Section 4996.23.2 of the Business and Professions Code.

e) An associate professional clinical counselor or professional clinical counselor trainee functioning pursuant to Section 4999.46.3 of the Business and Professions Code.

f) A registered psychologist, as described in Section 2909.5 of the Business and Professions Code.

g) A registered psychological assistant, as described in Section 2913 of the Business and Professions Code.

h) A psychology trainee or person supervised as set forth in Section 2910 or 2911 of, or subdivision (d) of Section 2914 of, the Business and Professions Code.

SAMPLE

"Home Health Care Agency" means a public or private agency that is engaged in arranging and providing nursing services, Home Health Services and other therapeutic services in the home. The agency must be licensed as such (or if no license is required, approved as such) by a state department or agency having authority over home health agencies. Home Health Services consists of, but limited to, the following:

1. part-time or intermittent skilled nursing services provided by a Registered Nurse or Licensed Vocational Nurse;
2. part-time or intermittent home health aide services which provide supportive services in the home under the supervision of a Registered Nurse or a physical, speech or occupational therapist;
3. physical, occupational or speech therapy; and
4. medical supplies, drugs and medicines prescribed by a Physician and related pharmaceutical services, and laboratory services to the extent such charges or costs would have been covered under the Group Policy if the Covered Person had remained in the Hospital.]

GENERAL DEFINITIONS

"Home Health Care" means services provided in the home by nurses, medical social workers, home health aides, and physical, occupational, and speech therapists when:

1. You are substantially confined to Your home (or a friend's or relative's home).
2. Your condition requires the services of a nurse, physical therapist, occupational therapist, or speech therapist (home health aide services are not covered unless you are also getting covered home health care from a nurse, physical therapist, occupational therapist, or speech therapist that only a licensed provider can provide).

A Physician determines that it is feasible to maintain effective supervision and control of your care in Your home and that the services can be safely and effectively provided in your home.

"Hospice Care" means specialized form of interdisciplinary health care designed to provide palliative care and to alleviate the physical, emotional, and spiritual discomforts of an insured experiencing the last phases of life due to a terminal illness. The care must be provided: 1) directly; or 2) on a consulting basis with the patient's Physician or another community agency, such as a visiting nurses' association. For purposes hereof, a terminally ill patient is any patient whose life expectancy, as determined by a Physician, is not greater than 12 months.

"Hospital" means an institution which is accredited by the Joint Commission on the Accreditation of Health Organizations (JCAHO), or other similar organization approved by KPIC, that:

SAMPLE

1. is legally operated as a Hospital in the jurisdiction where it is located;
2. is engaged mainly in providing inpatient medical care and treatment for Injury and Sickness in return for compensation;
3. has organized facilities for diagnosis and major surgery on its premises;
4. is supervised by a staff of at least two Physicians;
5. has 24 hour a-day nursing service by Registered Nurses; and
6. is not: a facility specializing in dentistry; or an institution which is mainly a rest home; a home for the aged; a place for drug addicts; a place for alcoholics; a convalescent home; a nursing home; or a Skilled Nursing Facility or similar institution.

The term "Hospital" will also include a psychiatric health facility which: a) is licensed by the California State Department of Health Services; or b) operates under a waiver of licensure granted by the California State Department of Mental Health.

"Hospital Confinement" means being registered as an inpatient in a Hospital upon the order of a Physician.

"Independent Freestanding Emergency Department" means a health care facility that is geographically separate and distinct and licensed separately from a hospital under applicable State law; and provides any emergency services.

"Injury" means bodily damage or harm of a Covered Person.

GENERAL DEFINITIONS

"Insured Dependent" means a dependent family member of an Insured Employee who is enrolled as such under the Group Policy. An Insured Dependent may include, but not limited to, Your spouse, Domestic Partner, or children up to age 26, and disabled children of any age.

"Insured Employee" means a Covered Person who is an employee of the Policyholder or is entitled to coverage under a welfare trust agreement.

"Intensive Care Unit" means a section, ward or wing within the Hospital which:

1. is separated from other Hospital facilities;
2. is operated exclusively for the purpose of providing professional care and treatment for critically-ill patients;
3. has special supplies and equipment necessary for such care and treatment available on a standby basis for immediate use;
4. provides Room and Board; and
5. provides constant observation and care by Registered Nurses or other specially trained Hospital personnel.

"Licensed Vocational Nurse (LVN)" means an individual who 1) has specialized nursing training; 2) has a vocational nursing experience; and 3) is duly licensed to perform nursing service by the state in which he or she performs such service.

SAMPLE

"Maximum Allowable Charge" means:

1. For Covered Services from a Participating Provider, the Negotiated Rate as defined under part 3 b) below;
2. For Covered Services listed in (a) through (c) below, furnished by a Non-Participating Provider, the Out-of-Network Rate less any Cost Share owed by You:
   a) Emergency Services; or
   b) Non-Emergency Services rendered by a Non-Participating Provider at Participating Provider facilities including Ancillary Services and Covered Services for unforeseen urgent medical needs; or
   c) Air Ambulance Services.

Your Cost Share will be calculated based on the Recognized Amount and will be treated as Participating Provider Cost Sharing for the purpose of accumulation to Your Deductible, if any, and Participating Provider Out-of-Pocket Maximum.

3. For all other Covered Services from a Non-Participating Provider, the lesser of:
   a) The Usual, Customary and Reasonable Charge (UCR).

      The UCR is the charge generally made by a Physician or other provider of Covered Services. The charge cannot exceed the general level of charge made by other providers within an area in which the charge is incurred for Injury or Sickness comparable in severity and nature to the Injury or Sickness being treated. The general level of charges is determined in accord with schedules on file with the authorized Administrator. For charges not listed in the schedules, KPIC will

establish the UCR. KPIC reserves the right to periodically adjust the charges listed in the schedules.

The term "area" as it would apply to any particular service, medicine or supply means a city or such greater area as is necessary to obtain a representative cross section of a particular level of charges.

If the Maximum Allowable Charge is the UCR, the Covered Person will be responsible for payment to the provider of any amount in excess of the UCR when the UCR is less than the actual billed charges. Such difference will not apply towards satisfaction of the Out-of-Pocket Maximum nor any deductible under the Group Policy.

b) The Negotiated Rate.

KPIC or its authorized Administrator may have a contractual arrangement with the provider or supplier of Covered Services under which discounts have been negotiated for certain services or supplies. Any such discount is referred to as the Negotiated Rate.

If there is a Negotiated Rate, the provider will accept the Negotiated Rate as payment in full for Covered Services, subject to payment, if any, of the Deductibles, Copayment, and Coinsurance by the Covered Person.

c) The Actual Billed Charges for the Covered Services:

The charges billed by the provider for Covered Services.

For dental services, outpatient prescription drugs dispensed and rendered by Out-of-Network Providers, the amount payable by KPIC is the lesser of the Actual Billed Charges or the same amount paid to a Participating Provider for the same service or item.

SAMPLE

IMPORTANT: Notwithstanding the foregoing, the Maximum Allowable Charge for a Hospital or other licensed medical facility Confinement may not exceed:

Hospital Routine Care Daily Limit:	the Hospital's average semi-private room rate
Intensive Care Daily Limit:	the Hospital's average Intensive Care Unit room rate
Other licensed medical facility Daily Limit:	the facility's average semi-private room rate

We will determine the Maximum Allowable Charge and whether such item or service is a Covered Service under the Group Policy.

For Non-Emergency Covered Services obtained from a Non-contracting Individual Health Professional at a Participating Provider Facility located in California:

In accordance with California law, if the Covered Person receives Non-Emergency Covered Services at a Participating Provider facility located in California at which, or as a result of which, the Covered Person receives Non-Emergency Covered Services from a Non-contracting Individual Health Professional, unless otherwise agreed to by the Non-contracting Individual Health Professional and KPIC the greater of:

The average contracted rate. For the purposes of this section, "average contracted rate" means the average of the contracted commercial rates paid by KPIC for the same or similar services in the geographic region; or,

125 percent of the amount Medicare reimburses on a fee-for-service basis for the same or similar services in the general geographic region in which the services were rendered.

Notwithstanding the above, unless the Covered Person provides written consent that meets the requirements as described under the **ACCESS TO HEALTH CARE** section of this Certificate, the Covered Person will be responsible for paying only the “in-network cost sharing amount”. For purposes of this section, “in-network cost sharing amount means an amount no more than the same cost sharing the insured would pay for the same covered service received from a Participating Provider. The “in-network cost sharing amount” shall be based on the amount paid by KPIC as set forth above. Additionally, the “in- network cost sharing amount” paid by the insured shall satisfy the insured’s obligation to pay cost sharing for the health service. This constitutes the “applicable cost sharing amount owed by the insured”.

SAMPLE

Under any of the above, KPIC may deduct, any Participating Provider Cost Sharing amount that would have been paid had the Covered Service been rendered by a Participating Provider at a Participating Provider facility.

For COVID-19 preventive Covered services rendered by Non-Participating Providers, the following rules apply:

a) The Covered Person will be responsible for paying only the “in-network cost sharing amount”. For purposes of this section, “in-network cost sharing amount” means an amount no more than the same cost sharing the insured would pay for the same Covered Service received from a Participating Provider.

b) Non-Participating Provider reimbursement for COVID-19 covered preventive services will be in an amount that is reasonable, as determined in comparison to prevailing market rates for such service.

“Maximum Benefit While Insured” means the dollar limitation of Covered Charges, if any, as shown in the Schedule of Coverage that will be paid for a Covered Person, while covered under the Group Policy. Essential Health Benefits, as defined under the Policy are not subject to the Maximum Benefit While Insured.

“Medical Review Program” means the organization or program that: 1) evaluates proposed treatment or services; and 2) when appropriate, determines that KPIC will deny coverage on the grounds that the care is not Medically Necessary or is not Medically Necessary Treatment of a Mental Health or Substance Use Disorder.

"Medically Necessary" means services that are:

1. Essential for the diagnosis or treatment of a Covered Person's Injury or Sickness;
2. In accord with generally accepted medical practice in the community;
3. Appropriate with regard to standards of medical care; and
4. Provided at the most appropriate supply, level and facility. When applied to confinement in a Hospital or other facility, this test means that the Covered Person needs to be confined as an inpatient due to the nature of the services rendered or due to the Covered Person's condition and that the Covered Person cannot receive safe and adequate care through outpatient treatment.
5. Not provided solely for the convenience of the Covered Person or the convenience of the health care provider or facility; and
6. Not primarily custodial care; and
7. Provided at the most appropriate supply, level and facility. When applied to Confinement in a Hospital or other facility, this test means that the Covered Person needs to be confined as an inpatient due to the nature of the services rendered or due to the Covered Person's condition and that the Covered Person cannot receive safe and adequate care through outpatient treatment.

The fact that a Physician may prescribe, authorize, or direct a service does not of itself make it Medically Necessary or covered under This Plan.

SAMPLE

This definition of Medically Necessary does not apply to benefits for Mental Health and Substance Use Disorders. Please refer to the definition of Medically Necessary Treatment of a Mental Health or Substance Use Disorder for the medically necessary definition that applies to Mental Health and Substance Use Disorders benefits.

"Medically Necessary Treatment of a Mental Health or Substance Use Disorder" means a service or product addressing the specific needs of that patient, for the purpose of preventing, diagnosing, or treating an illness, injury, condition, or its symptoms, including minimizing the progression of an illness, injury, condition, or its symptoms, in a manner that is all of the following:

a) In accordance with the Generally Accepted Standards of Mental Health and Substance Use Disorder Care.
b) Clinically appropriate in terms of type, frequency, extent, site, and duration.
c) Not primarily for the economic benefit of the disability insurer and insureds or for the convenience of the patient, treating physician, or other Health Care Provider.

Medical Necessity coverage determinations concerning service intensity, level of care placement, continued stay, and transfer or discharge will be made exclusively by using the following nonprofit professional specialty association guidelines:

- For a primary Substance Use Disorder diagnosis, The ASAM Criteria developed by the American Society of Addiction Medicine;

- For a primary Mental Health diagnosis in adults age 19 and older, Level of Care Utilization System (LOCUS) developed by the American Association for Community Psychiatry (AACP);
- For a primary Mental Health diagnosis in children ages 6-18, Child and Adolescent Level of Care/Service Intensity Utilization System (CALOCUS-CASII) developed by AACP and the American Academy of Child & Adolescent Psychiatry (AACAP);
- For a primary Mental Health diagnosis in children ages 5 and younger, Early Childhood Service Intensity Instrument (ECSII) developed by AACAP.

"Medicare" means the Health Insurance for the Aged Act, Title XVIII of the Social Security Amendments of 1965 as then constituted or later amended.

"Mental Health and Substance Use Disorders" means a mental health condition or substance use disorder that falls under any of the diagnostic categories listed in the mental and behavioral disorders chapter of the most recent edition of the World Health Organization's International Statistical Classification of Diseases and Related Health Problems, or that is listed in the most recent version of the American Psychiatric Association's Diagnostic and Statistical Manual of Mental Disorders. Changes in terminology, organization, or classification of mental health and substance use disorders in future versions of the American Psychiatric Association's Diagnostic and Statistical Manual of Mental Disorders or the World Health Organization's International Statistical Classification of Diseases and Related Health Problems shall not affect the conditions covered by this section as long as a condition is commonly understood to be a mental health or substance use disorder by Health Care Providers practicing in relevant clinical specialties.

SAMPLE

Medically Necessary Treatment of Mental Health and Substance Use Disorders are covered under the same terms and conditions applied to other medical conditions under this Plan.

"Month" means a period of time: 1) beginning with the date stated in the Group Policy; and 2) terminating on the same date of the succeeding calendar month. If the succeeding calendar month has no such date, the last day of the month will be used.

"Necessary Services and Supplies" means Medically Necessary Covered Services and supplies administered during any covered confinement or other covered treatment, such as during a Physician office visit. Only drugs and materials that require administration by medical personnel during self-administration are covered as Necessary Services and Supplies. Necessary Services and Supplies include, but are not limited to surgically implanted prosthetic devices, oxygen, blood, blood products, biological sera, internally implanted medications [contraceptive devices] and [implantable contraceptives]. The term does not include charges for: 1) Room and Board; 2) an Intensive Care Unit; or 3) the services of a private duty nurse, Physician, or other practitioner. This does not include drugs and materials obtained from a pharmacy under the Optional Outpatient Prescription Drug benefit.

"Non-contracting Individual Health Professional" means a physician and surgeon or other professional who is licensed by the state to deliver or furnish health care services and who

is not contracted with KPIC. For this purpose, a "Non-contracting Individual Health Professional" shall not include a dentist, licensed pursuant to the Dental Practice Act (Chapter 4 (commencing with Section 1600) of Division 2 of the Business and Professions Code). Application of this definition is not precluded by a Non-contracting Individual Health Professional's affiliation with a group.

"Non Emergency use of Emergency Services" means services rendered in an Emergency Department which do not meet the definition of Emergency Services.

"Non-Participating Pharmacy" means a pharmacy which does not have a Participating Pharmacy Agreement with KPIC or its Administrator, in effect at the time services are rendered. Please consult with Your group administrator for a list of Participating Pharmacies.

"Non-Participating Provider" means a Hospital, Physician or facility, or other licensed health care provider which does not have a Participation Agreement with KPIC in effect at the time services are rendered. In most instances, You will be responsible for a larger portion of Your bill when You visit a Non-Participating Provider. Participating Providers are listed in the Provider Directory.

"Open Enrollment Period" means a fixed period of time, occurring at least once annually, during which Eligible Employees of the Policyholder may elect to enroll under this plan without incurring the status of being a Late Enrollee.

SAMPLE

"Out-of-Network Rate" means one of the following:

1. In a State that has an All-Payer Model Agreement under section 1115A of the Social Security Act that applies to this Plan and KPIC, Non-Participating Provider, and the item or service, the amount for the item or service determined in accordance with the All-Payer Model Agreement.
2. If there is no such All-Payer Model Agreement applicable to the item or service, but a specified State law is in effect and applicable to this plan, KPIC, Non-Participating Providers and the item and service, the amount for the item or service determined in accordance with such specified State law.
3. If there is no such All-Payer Model Agreement or specified State law applicable to this plan, KPIC, the Non-Participating Provider and the item or service, the initial payment made by us or the amount subsequently agreed upon by KPIC and the Non-Participating Provider.
4. If none of the three payment methodologies described in (1)-(3) above apply, an amount determined by a certified independent dispute resolution (IDR) entity pursuant to the federal IDR process described under the Public Health Service Act.

"Out-of-Pocket" means a Covered Person's share of Covered Charges. This is normally the difference between the amount payable by KPIC and the Maximum Allowable Charge.

"Out-of-Pocket Maximum" means the maximum amount of Cost Share a Covered Person will be responsible for in a given period of time (the Accumulation Period). The Accumulation Period is set forth in the Schedule of Coverage. Cost sharing for Emergency

Care Services, including emergency hospital care and emergency medical transportation, obtained from a Non-Participating Provider will apply toward satisfaction of the Out-of-Pocket Maximum at the Participating Provider and the Non-Participating Provider tiers.

"Participating Pharmacy" means a pharmacy which has a Participating Pharmacy agreement in effect with KPIC at the time services are rendered. Please consult with Your group administrator for a list of Participating Pharmacies.

"Participating Provider" means a provider providing care under a written contract with KPIC or KPIC's contracted Provider Network.

"Participating Provider Organization (PPO)" means a KPIC indemnity Plan-type, in which Covered Persons have access to a network of contracted providers and facilities referred to as Preferred Providers. In most instances a higher level of benefits applies to Covered Services received from Preferred Providers and facilities. The Schedule of Coverage shows the Plan type under which the Covered Person is insured.

"Patient Protection and Affordable Care Act (PPACA)" means Title XXVII of the Public Health Service Act (PHS), as then constituted or later amended. It is commonly referred to as the Affordable Care Act (ACA).

"Percentage Payable" means that percentage of Covered Charges to be paid by KPIC as shown in the Schedule of Coverage. The Percentage Payable is based upon the Maximum Allowable Charge for Covered Services.

SAMPLE

"Pervasive Developmental Disorder or Autism" has the same meaning and interpretation as used in Section 10144.5 of the California Insurance Code.

"Physician" means a practitioner who is duly licensed as a Physician in the state in which the treatment is received. He or she must be practicing within the scope of that license. The term does not include a practitioner who is defined elsewhere in this General Definitions section.

"Plan/This Plan" means the part of this Group Policy that provides benefits for health care expenses. If "Plan" has a different meaning for another section of this Certificate, the term will be defined within that section and that meaning will supersede this definition only for that section.

"Policyholder" means the employer(s) or trustor(s) or other noted in the Group Policy as the Policyholder who conforms to the administrative and other provisions established under the Group Policy.

"Policy Year" means a period of time: 1) beginning with This Plan Effective Date of any year; and 2) terminating on the same date shown on the Schedule of Coverage. If This Plan Effective Date is February 29, such date will be considered to be February 28 in any year having no such date.

"PPO Service Area" means the entire state of California.

GENERAL DEFINITIONS

"Precertification" means the required assessment of the necessity, efficiency and or appropriateness of specified health care services or treatment made by the Medical Review Program. Request for Precertification must be made by the Covered Person or the Covered Person's attending Physician prior to the commencement of any service or treatment. If Precertification is required, it must be obtained to avoid a reduction in benefits in the form of a penalty.

Pre-certification will not result in payment of benefits that would not otherwise be covered under the Group Policy.

"Preventive Care" means measures taken to prevent diseases rather than curing them or treating their symptoms. Preventive care:

1. protects against disease such as in the use of immunizations,
2. promotes health, such as counseling on tobacco use and
3. detects disease in its earliest stages before noticeable symptoms develop such as screening for breast cancer.

Unless otherwise specified, the requirement that Medically Necessary Covered Services be incurred as a result of Injury or Sickness will not apply to Preventive Care.

"Primary Care Physician (PCP)" means a Physician specializing in internal medicine, family practice, general practice, general internal medicine, obstetrics and gynecology and general pediatrics.

SAMPLE

"Prosthetic Devices (Internally Implanted)" means a prosthetic device is a device that replaces all or part of a body organ or that replaces all or part of the function of a permanently inoperative or malfunctioning body organ. We cover internally implanted prosthetic devices that replace the function of all or part of an internal body organ, including internally implanted breast prostheses following a covered mastectomy. The devices must be approved for coverage under Medicare and for general use by the Food and Drug Administration (FDA). Examples of internally implanted prosthetics include pacemakers, cochlear implants, osseointegrated hearing devices, surgically implanted artificial hips and knees and intraocular lenses.

"Qualified Autism Service Paraprofessional" means an unlicensed and uncertified individual who meets all of the following criteria:

1. Is supervised by a Qualified Autism Service Provider or Qualified Autism Service Professional at a level of clinical supervision that meets professionally recognized standards of practice.
2. Provides treatment and implements services pursuant to a Treatment Plan developed and approved by the Qualified Autism service Provider.
3. Meets the education and training qualifications described in Section 54342 of Title 17of the California Code of Regulations.
4. Has adequate education, training, and experience, as certified by a Qualified Autism Service Provider or an entity or group that employs Qualified Autism Service Providers.

5. Is employed by the Qualified Autism Service Provider or an entity or group that employs Qualified Autism Service Providers responsible for the autism Treatment Plan.

"Qualified Autism Service Professional" means an individual who meets all of the following criteria:

1. Provides Behavioral Health Treatment which may include clinical case management and case supervision of a qualified autism service provider.
2. Is supervised by a Qualified Autism Service Provider.
3. Provides treatment pursuant to a Treatment Plan developed and approved by the Qualified Autism Service Provider.
4. Is a behavioral service provider who meets the education and experience qualifications described in Section 54342 of Title 17 of the California Code of Regulations for an Associate Behavior Analyst, Behavior Analyst, Behavior Management Assistant, Behavior Management Consultant, or Behavior Management Program.
5. Has training and experience in providing services for pervasive developmental disorder or autism pursuant to Division 4.5 (commencing with Section 4500) of the Welfare and Institutions Code or Title 14 (commencing with Section 95000) of the Government Code.
6. Is employed by the Qualified Autism Service Provider or an entity or group that employs Qualified Autism Service Providers responsible for the autism Treatment Plan.

SAMPLE

"Qualified Autism Service Provider" means either of the following:

1. A person who is certified by a national entity, such as the Behavior Analyst Certification Board, that is accredited by the National Commission for Certifying Agencies, and who designs, supervises, or provides treatment for Pervasive developmental disorder or Autism, provided the services are within the experience and competence of the person who is nationally certified; or
2. A person licensed as a physician and surgeon, physical therapist, occupational therapist, psychologist, marriage and family therapist, educational psychologist, clinical social worker, professional clinical counselor, speech-language pathologist, or audiologist pursuant to Division 2 (commencing with Section 500) of the Business and Professions Code, who designs, supervises, or provides treatment for Pervasive developmental disorder or Autism, provided the services are within the experience and competence of the licensee.

"Qualifying Payment Amount" means the amount calculated using the methodology described in applicable federal regulation for the same or similar item or service provided by a facility or provider of the same or similar facility type or in the same or similar specialty, as applicable, in the geographic region in which the item or service is furnished with respect to the same insurance market.

"Recognized Amount" means:

1. In a State that has an All-Payer Model Agreement under section 1115A of the Social Security Act that applies to the plan, KPIC, Non-Participating Provider, and the item or

service, the amount for the item or service in accordance with the All-Payer Model Agreement.

2. If there is no such All-Payer Model Agreement applicable to the item or service, then, in a State which has in effect a specified State law that applies to the plan, KPIC, Non-Participating Provider and the item or service, the amount for the item or service is determined in accordance with such specified State law.
3. If neither an All-Payer Model Agreement or a specified State law applies to the item or service, then the lesser of the amount billed by the Non-Participating Provider or the Qualifying Payment Amount.

"Reconstructive Surgery" means a surgery performed to correct or repair abnormal structures of the body caused by congenital defects, developmental abnormalities, trauma, infection, tumors, or disease to do either of the following: 1) to improve function; or 2) to create a normal appearance to the extent possible. Reconstructive Surgery includes, but is not limited to, incidental surgery to a covered mastectomy, and Medically Necessary dental or orthodontic services that are an integral part of reconstructive surgery for cleft palate procedures, or other craniofacial conditions, such as Apert, Pfeiffer and Crouzon Syndromes, and hemifacial microsomia.

"Registered Nurse (R.N.)" means a duly licensed nurse acting within the scope of his or her license at the time the treatment or service is performed in the state in which services are provided.

SAMPLE

"Rehabilitation Services" means services provided to restore previously existing physical function.

"Residential Treatment" means Medically Necessary Treatment of a Mental Health or Substance Use Disorder provided in a licensed residential treatment facility that provides 24-hour individualized substance use disorder or mental health treatment. Services must be above the level of custodial care and include:

1. Room and board;
2. Individual and group substance use disorder therapy and counseling;
3. Individual and group mental health therapy and counseling;
4. Physician services;
5. Medication monitoring;
6. Social services; and
7. Drugs prescribed by a physician and administered during confinement in the residential facility.

"Room and Board" means all charges commonly made by a Hospital or other inpatient medical facility on its own behalf for room and meals essential to the care of registered bed patients.

"Routine patient care costs" means the costs associated with the provision of health care services, including drugs, items, devices, and services that would otherwise be covered under the plan or contract if those drugs, items, devices, and services were not provided in connection with an approved clinical trial program, including the following:

1. Health care services typically provided absent a clinical trial.
2. Health care services required solely for the provision of the investigational drug, item, device, or service.
3. Health care services required for the clinically appropriate monitoring of the investigational item or service.
4. Health care services provided for the prevention of complications arising from the provision of the investigational drug item, device, or service.
5. Health care services needed for the reasonable and necessary care arising from the provision of the investigational drug, item device, or service, including the diagnosis or treatment of the complications.]

Routine Patient Care Costs does not include the costs associated with the provision of any of the following:

1. Drugs or devices that have not been approved by the federal Food and Drug Administration and that are associated with the clinical trial.
2. Services other than health care services, such as travel , housing, companion expenses, and other non clinical expenses, that an insured may require as a result of the treatment being provided for purposes of the clinical trial.
3. Any item or service that is provided solely to satisfy data collection and analysis needs and that is not used in the clinical management of the patient.
4. Health care services which, except for the fact that they are not being provided in a clinical trial, are otherwise specifically excluded from coverage under the insured's health plan. Health care services customarily provided by the research sponsors free of charge for any enrollee in the trial.

SAMPLE

"Sickness" means illness or a disease of a Covered Person. Sickness will include congenital defects or birth abnormalities or Mental Disorders.

"Skilled Nursing Facility" means an institution (or a distinct part of an institution) which: 1) provides 24 hour a day licensed nursing care; 2) has in effect a transfer agreement with one or more Hospitals; 3) is primarily engaged in providing skilled nursing care as part of an ongoing therapeutic regimen; and 4) is licensed under applicable state law.

"Specialty Care Physician" means a Physician in a board certified specialty, other than those listed under the definition of Primary Care Physician.

"Stabilize" means to provide the medical treatment of the Emergency Medical Condition that is necessary to assure, within reasonable medical probability, that no material deterioration of the condition is likely to result from or occur during the transfer of the person from the facility. With respect to a pregnant woman who is having contractions,

when there is inadequate time to safely transfer her to another hospital before delivery (or the transfer may pose a threat to the health or safety of the woman or unborn child), "Stabilize" means to deliver (including the placenta).

"Substance Use Disorder" – Please see definition of "Mental Health and Substance Use Disorders".

"Treatment Plan" means a written document developed and approved by a Qualified Autism Service Provider for the specific patient being treated for Pervasive Developmental Disorder or Autism. The Treatment Plan must have measurable goals over a specific timeline and shall be reviewed at least once every six months by the Qualified Autism Service Provider and modified whenever appropriate, and shall be consistent with Section 4686.2 of the Welfare and Institutions Code pursuant to which the Qualified Autism Service Provider does all of the following:

1. Describes the patient's behavioral health impairments to be treated.
2. Designs an intervention plan that includes:
   a) the service type,
   b) number of hours, and
   c) parent participation needed to achieve the plan' s goal and objectives, and
   d) the frequency at which the patient's progress is evaluated and reported.
3. Provides intervention plans that utilize evidence-based practices, with demonstrated clinical efficacy in treating pervasive developmental disorder or autism.
4. Discontinues intensive behavioral intervention services when the treatment goals and objectives are achieved or no longer appropriate.

SAMPLE

The Treatment Plan is not used for purposes of providing or for the reimbursement of respite, day care, or educational services and is not used to reimburse a parent for participating in the treatment program. The Treatment Plan shall be made available to KPIC upon request.

"Urgent Care" means non-life threatening medical and health services. Urgent Care Services are [may be] covered under the Group Policy the same as a Sickness or an Injury.

"Urgent Care Center" means a facility legally operated to provide health care services in emergencies or after hours. It is not part of a Hospital.

"Urgent Care Facility" means a facility legally operated to provide health care services requiring immediate medical attention but which do not meet the definition of an emergency.

"You"/"Your" refers to the Insured Employee who is enrolled for benefits under This Plan.

ELIGIBILITY, EFFECTIVE DATE, AND TERMINATION DATE

Eligibility for Insurance
You must be an Eligible Employee or Dependent of an Eligible Employee to become insured under the Group Policy.

Eligible Employee
An "Eligible Employee" is a person who, at the time of original enrollment: a) resides in a Plan Service Area as listed below; b) is working for a Policyholder as a permanent full time employee as shown below or is entitled to coverage under a trust agreement or employment contract; c) by virtue of such employment enrolls for the Group Policy; and d) reached an eligibility date. Eligible Employee includes sole proprietors and partners of a partnership actively engaged on a full-time basis in the employer's business or are entitled to coverage under a trust agreement or employment contract.

NOTE: The term "**Eligible Employee**" does not include a person who is eligible for Medicare Part A or Medicare Part B, except that this does not apply to those entitled to Medicare benefits who under Federal law elect, or are required, to have the Policyholder's health coverage as their primary health care coverage.

Full-Time Work
The terms "full-time,", "working full-time,", "work on a full-time basis," and all other references to full-time work mean that the subscriber is actively engaged in the business of a Policyholder for at least the minimum number of hours per week specified in the Policyholder's Application for coverage, subject to any applicable state and federal requirements.

SAMPLE

Permanent Employee
A "permanent] employee" is a person scheduled to work full-time and is not a seasonal, temporary or substitute employee.

Plan Service Area Enrollment Requirement
PPO Plan - To ensure access to a Participating Provider, a Covered Person must live within the PPO Service Area as defined under the General Definitions section of this Certificate.

Eligibility Date
Your eligibility date is the date Your employer becomes a Policyholder if You are an eligible employee on that date, or Your Policyholder's Application for Coverage indicates that the Eligibility Waiting Period does not apply to initial employees. Otherwise, Your eligibility date is the first day of the calendar month coinciding with or next following the date You complete the Eligibility Waiting Period elected by the Policyholder.

Effective Date of Your Insurance
Your effective date of insurance is subject to the Enrollment Rules that follow:

Enrollment Rules

1. **Early Enrollment.** If You enroll on or before Your eligibility date, Your effective date is Your eligibility date.

2. **Timely Enrollment.** If You enroll during the 31-day period that follows Your eligibility date, Your effective date is the first day of the calendar month coinciding with or next following Your eligibility date.
3. **Late Enrollment.** If you enroll for coverage more than 31 days after Your initial eligibility date, You will be considered a Late Enrollee. Late enrollees are eligible for enrollment only during the annual Open Enrollment period set by the Policyholder. If You enroll during this period, Your effective date is the date agreed upon between the Policyholder and KPIC.

If an Eligible Employee is not in Active Service on the date coverage would otherwise become effective, the coverage for that individual will not be effective until the date of return to Active Service. Any delay in an eligible employee's Effective Date will not be due to a health status-related factor as defined under the Health Insurance and Portability and Accountability Act of 1996, or as later amended.

"Active Service" means that a Covered Person: 1) is present at work with the intent and ability to work the scheduled hours; and 2) is performing in the customary manner the regular duties of his or her employment.

Eligibility of an Eligible Employee's Dependent (Please check with your employer if Dependent coverage is available under your plan).

The term **"Dependent"** means only: a) Your [the Eligible Employee's] spouse or Domestic Partner; and b) Your [the Eligible Employee's] child who is of an age within the Age Limits for Dependent Children shown below. The word "child" includes: a) Your [the Eligible Employee's] step-child; [b) adopted child]; c) or; and (d) any other child for whom You or Your spouse or Domestic Partner are the court-appointed guardian.

SAMPLE

An Insured Dependent is not required to live with the parent or within an applicable service area. Coverage outside the United States is limited to Emergency Services.

Age Limits for Dependent Children

The age limit for Dependent children is under 26 years, except for a full time student who is on medical leave of absence as described below in this subsection, and for Disabled Dependent children, as described below under the "Age Limits for Disabled Dependent Children" subsection. If [Your employer] [the Group Policyholder] elected to make coverage available under Your plan beyond this age limit for Dependent children who are full-time students, then a Dependent child beyond this age limit who is a full-time student may be covered. The Dependent child must be of an age within the Student Age Limit as shown in Your Schedule of Coverage. A **"full-time student"** is a Dependent child who is enrolled at a high school, college, university, technical school, trade school, or vocational school on a full-time basis. A **"full time student"** may also include those who are on medical leave of absence from the school (or those who have any other change in enrollment in school) due to a medically necessary condition as certified by the attending Physician. Such student coverage shall commence on the earlier of: the first day of the medical leave of absence; or on the date certified by the Physician. Coverage for students on medical leave of absence is subject to a maximum of 12 months and shall not continue beyond the effective date of the termination of the Group Policy.

Proof of status as a **"full time student"** must be furnished to KPIC at time of enrollment or within 31 days after attaining such status and subsequently as may be required by KPIC.

The age limit for Dependent children does not apply to a **"full time student"** who is on medical leave of absence as described above, if, as a result of the nature of the sickness, injury, or condition, would render the dependent child incapable of self-sustaining employment and is chiefly dependent upon You for support and maintenance.

Age Limits for Disabled Dependent Children
A Disabled Dependent child means Your child of any age who is both: 1) incapable of self-sustaining employment by reason of a physically or mentally disabling sickness, injury or condition and 2) chiefly dependent upon You for support and maintenance. Such child will continue to qualify as a Dependent until the earlier of the following dates: a) the date the child recovers from the physically or mentally disabling sickness, injury or condition; or b) the date the child no longer chiefly depends on You for support and maintenance.

Initial enrollment of a Disabled Dependent child age 26 or over

If You are requesting coverage for a Disabled Dependent child age 26 or over who is not currently covered under the plan You must provide us documentation of the Dependent's incapacity and dependency within 60 days after we request it so that we can determine if the Dependent is eligible for coverage as a disabled Dependent. Subsequently, proof of continued incapacity may be required by KPIC, but not more frequently than annually after the two-year period following the Dependent child's attainment of the limiting age. Proof of such incapacity and dependency must be submitted to KPIC within 60 days of KPIC's request.

SAMPLE

Initial enrollment of a Dependent child under age 26 will be the same as any other Dependent child.

Continued Enrollment for Disabled Dependents age 26 and over

Such child will continue to qualify as a Dependent until the earlier of the following dates: a) the date the child recovers from the physically or mentally disabling sickness, injury or condition; or b) the date the child no longer chiefly depends on You for support and maintenance.

KPIC shall send a termination notice to the Insured Employee at least 90 days prior to the date of the Dependent child's attainment of limiting age. KPIC shall require the Insured Employee's submission of proof of such incapacity and dependency during the period commencing 60 days before and ending 60 days after the child's 26th birthday. Coverage will continue while KPIC is making a determination as to the child's eligibility for continued coverage. KPIC shall determine whether the Dependent child meets that criteria before the child attains the limiting age. If KPIC fails to make the determination by that date, coverage of the child will continue pending our determination as to the child's eligibility for continued coverage.

Subsequently, proof of continued incapacity may be required by KPIC, but not more frequently than annually after the two-year period following the Dependent child's

attainment of the limiting age. Proof of such incapacity and dependency must be submitted to KPIC within 60 days of KPIC's request.

Eligibility Date
A Dependent's eligibility date is the later of: a) Your eligibility date; or b) the date the person qualifies as Your Dependent. A child named in a Qualified Medical Child Support Order qualifies as Your Dependent on the date specified in the court order. An adopted child qualifies as Your Dependent on the earlier of the date of adoption or the date of placement for adoption.

Effective Date of Dependent Coverage
A Dependent's effective date of insurance is subject to the Enrollment Rules that follow.

Enrollment Rules
1. **Early Enrollment.** If You enroll a Dependent on or before his eligibility date, his effective date is the later of: a) Your effective date of insurance; or b) the Dependent's eligibility date.
2. **Timely Enrollment.** If You enroll a Dependent within the 31-day period that follows his eligibility date, his effective date is the later of: a) Your effective date of insurance; or b) the first day of the calendar month coinciding with or next following the Dependent's eligibility date.
3. **Late Enrollment.** If you enroll a Dependent for coverage more than 31 days after Your initial eligibility date, the Dependent will be considered a Late Enrollee. Late enrollees are eligible for enrollment only during the annual Open Enrollment period set by the Policyholder. If You enroll a dependent during this period, his effective date is the date agreed upon between the Policyholder and KPIC.

SAMPLE

Court or Administrative Ordered Coverage for a Dependent Child
If a Covered Person is required by an Order to provide health coverage for an eligible child and the Covered Person is eligible for coverage under a family plan, the Covered Person, employee, employer or group administrator may enroll the eligible child under family coverage by sending KPIC a written application and paying KPIC any additional amounts due as a result of the change in coverage. Enrollment period restrictions will not apply in these circumstances. However, the child should be enrolled within 31 days of the court or administrative order to avoid any delays in the processing of any claim that may be submitted on behalf of the child.

If the Covered Person, employee, administrator or employer fails to apply for coverage for the dependent child pursuant to the Order, the custodial parent, district attorney, child's legal custodian or the State Department of Health Services may submit the application for insurance for the eligible child. Enrollment period restrictions will not apply in these circumstances. However, the child must be enrolled within 31 days of the Order to avoid any delays in the processing of any claim that may be submitted on behalf of the child.

The coverage for any child enrolled under this provision will continue pursuant to the terms of this plan unless KPIC is provided written evidence that:
1. The Order is no longer in effect;

2. The child is or will be enrolled in comparable health coverage through another insurer which will take effect on or before the requested termination date of the child's coverage under the Policy;
3. All family coverage is eliminated for members of the employer group; or
4. Nonpayment of premium.

Effective Date for Future Dependents
If You have Dependent coverage and there would be no extra cost for adding a dependent to Your coverage, the effective date of insurance for a Dependent will be the date You acquire the Dependent. You must notify KPIC that You have a new Dependent within 31 days so that the Dependent can be added to Your coverage. This will also help avoid delays on any claim You might file on the Dependent.

Exception for Newborns
A newborn Dependent child is insured from the moment of birth for the first 31 days. You must enroll the newborn dependent for insurance within 31 days of that dependent's birth in order for insurance to extend beyond the 31-day period. If coverage terminates at the expiration of the 31-day period, the child will be considered a Late Enrollee and You must wait until the next annual Open Enrollment period to enroll the child for coverage.

Exception for Adopted Children
An adopted child is insured from the earlier of the date of adoption or the date of placement for adoption. You must enroll the adopted child for insurance within 31 days of his eligibility date in order for insurance to extend beyond the 31-day period. If coverage terminates at the expiration of the 31-day period, the child will be considered a Late Enrollee and You must wait until the next annual Open Enrollment period to enroll the child for coverage.

SAMPLE

Exception to the Late Enrollment Rules
The following rules revise the late enrollment provisions. All other eligibility, participation, and enrollment rules of the Plan remain in effect and must be met.

Late Enrollment Exception
An Eligible Employee or Dependent is not considered a Late Enrollee when one of the following applies:

A. The person meets all of the following requirements:
   1. At the time of initial enrollment, the person was covered under another employer's medical plan or no share-of-cost Medi-Cal coverage, or the state Children's Health Insurance Program (CHIP) or Access for Infants and Mothers (AIM) Program and certified, at the time of initial enrollment, that coverage under the other employer medical plan or Medi-Cal or CHIP or AIM was the reason for declining coverage; and
   2. The person has lost or will lose coverage under:
      a) the other employer plan because of:
         i. termination or change in status of employment of the Insured Employee or of the person through whom the individual was covered as a dependent;

ii. termination of the other employer's medical plan;
iii. cessation of an employer's contributions toward an employee's or dependents' medical coverage;
iv. death of the [Insured Employee][Covered Person] or person through whom the individual was covered as a dependent;

b) legal separation or divorce; or
c) the no share-of-cost Medi-Cal plan or CHIP or AIM; or
d) the state Exchange (Covered California) determines that one of the following occurred because of misconduct on the part of a non-Exchange entity that provided enrollment assistance or conducted enrollment activities:
i. A qualified individual was not enrolled in a qualified health plan.
ii. A qualified individual was not enrolled in the qualified health plan that the individual selected.
iii. A qualified individual is eligible for, but is not receiving, advance payments of the premium tax credit or cost sharing reductions; and

3. The person is enrolled for the employee's medical coverage within 30 days after termination of the other medical coverage (60 days if the other coverage was Medi-Cal or CHIP or AIM) or cessation of the other employer's contributions toward the other medical coverage.

B. The employee is employed by an employer who offers multiple health benefit plans and the individual elects coverage under a different plan during an Open Enrollment period.

SAMPLE

C. A court has ordered that coverage be provided for a spouse, Domestic Partner or minor child under a covered employee's health benefit plan.

D. No written statement can be provided proving that prior to declining the medical coverage, the eligible employee was provided with, and signed acknowledgment of, written notice specifying that failure to elect coverage during the 30-day period following the person's eligibility date could result in the person being subject to late enrollment rules.

E. The person meets the criteria described in paragraph "A" of this provision and was under a COBRA continuation provision and the coverage under that provision has been exhausted.

F. The person is a Dependent of an Insured Employee who has lost or will lose his or her no share-of-cost Medi-Cal coverage and requests enrollment within 30 days after notification of this loss of coverage.

G. The person becomes eligible for a premium assistance subsidy under Medi-Cal or CHIP or AIM and requests enrollment within 60 days of when eligibility for the premium assistance subsidy is determined.

If you declined enrollment for yourself or your Dependents (including your spouse or Domestic Partner) because of other health insurance coverage, you may in the future be able to enroll yourself or your Dependents under the Group Policy, provided that you request enrollment within 30 days after your other coverage ends or 60 days if the other coverage was Medi-Cal or CHIP or AIM. In addition, if you have a new Dependent as a result

of marriage, birth, adoption or placement for adoption, you may be able to enroll yourself or yourself and any or all of your dependents (if You are already enrolled, You may be able to enroll any or all of your dependents), provided that you request enrollment within 30 days after the marriage, birth, adoption, or placement for adoption.

Termination of an Insured Employee's Insurance
Your insurance will automatically terminate on the earlier of:

1. the date You cease to be covered by KPIC;
2. the date the Group Policy is terminated;
3. the date You, or Your representative, commits an act of fraud or makes an intentional misrepresentation of a material fact;
4. the end of the grace period after the employer fails to pay any required premium to KPIC when due or KPIC does not receive the premium payment in a timely fashion. (The grace period that the Policyholder has in which to pay the premium then due is the later of 31 days from each premium due date (except the first) or 31 days from the date KPIC provides notice of non renewal due to non-payment of premium to the Policyholder.);
5. the last day of the month You cease to qualify as an Eligible Employee; or
6. the date You relocate to a place outside of the geographic service area of a provider network, if applicable. (See the eligibility section for information about the Plan Service Areas. If You cease to qualify as an Eligible Employee because You no longer live in an area specified for the Plan in which You are enrolled, Your insurance will end on the last day of the Policy Year in which You change residence.

SAMPLE

In no event will Your insurance continue beyond the earlier of the date Your employer is no longer a Policyholder and the date the Group Policy terminates.

If Your or Your Dependent's Policy is rescinded or cancelled, You have the right to appeal the rescission or cancellation. Please refer to the **CLAIMS AND APPEALS PROCEDURES** section for a detailed discussion of the grievance and the appeals process and the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section for Your right to an Independent Medical Review.

Termination of Insured Dependent Coverage
An Insured Dependent's coverage will end on the earliest date shown below:

1. the date You cease to be covered by KPIC;
2. the last day of the of the calendar month in which the person ceases to qualify as a Dependent;
3. the date the insurance ends, unless continuation of coverage is available to the Dependent under the Group Policy provisions;
4. the end of the grace period after the employer fails to pay any required premium to KPIC when due or KPIC does not receive the premium payment in a timely fashion. (The grace period that the Policyholder has in which to pay the premium then due is the later of 31 days from each premium due date (except the first) or 31 days from the date KPIC provides notice of non renewal due to non-payment of premium to the Policyholder.);
5. the date the Group Policy is terminated;

6. the date the Dependent, or the Dependent's representative, commits an act of fraud or makes an intentional misrepresentation of a material fact;
7. the date the Dependent relocates to a place outside of the geographic service area of a provider network, if applicable, unless specifically provided otherwise in the Group Policy.

To the extent required by California law, if Your coverage terminates, KPIC will provide Your name, address and other contact information, such as email address to the state Exchange (Covered California) so that Covered California may communicate with You about available coverage options after You cease to be enrolled. You have the right to opt out of this transfer of Your information to Covered California, by the telephone number on Your I.D. card.

Continuation of Coverage during Layoff or Leave of Absence
If Your full-time work ends because of a disability, an approved leave of absence or layoff, You may be eligible to continue insurance for Yourself and Your Dependents up to a maximum of three months if full-time work ends because of disability or two months if work ends because of layoff or leave of absence other than family care leave of absence. These provisions apply as long as You continue to meet Your Groups written eligibility requirements and This Plan has not terminated. You may be required to pay the full cost of the continued insurance during any such leave.

See Your employer for details regarding the continuation of coverage available to You and Your Dependents under both state and federal laws.

SAMPLE

Rescission for Fraud or Intentional Misrepresentation
Subject to any applicable state or federal law, You performed an act or practice constituting fraud or made an intentional misrepresentation of material fact under the terms of the Group Policy, KPIC may rescind Your coverage under the Group Policy by giving You no less than 31 days advance written notice. The rescission will be effective, on:

1. The effective date of Your coverage, if we relied upon such information to provide coverage; or
2. The date the act of fraud or intentional misrepresentation of a material fact occurred, if the fraud or intentional misrepresentation of a material fact was committed after the Effective Date of Your coverage.

After 24 months following the Group Policy Effective Date, Your coverage under the Group Policy will not be rescinded or cancelled for any reason.

If KPIC rescinds the Group Policy, we will send a notice to the Insured via regular certified mail at least 30 days prior to the effective date of the rescission explaining the reasons for the intended rescission and notifying the Insured of his or her right to appeal that decision to the California Insurance Commissioner.

If Your or Your Dependent's Policy is rescinded or cancelled, you have the right to appeal the rescission or cancellation. Please refer to the **CLAIMS AND APPEALS PROCEDURES** section for a detailed discussion of the grievance and appeals process and the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section for Your right to an Independent Medical Review.

ACCESS TO HEALTH CARE

PLEASE READ THE FOLLOWING INFORMATION SO YOU WILL KNOW FROM WHOM OR WHAT GROUP OF PROVIDERS HEALTH CARE MAY BE OBTAINED.

Benefit levels for Participating Providers or Non-Participating Providers (For PPO Plans only)
Your coverage provided under the Group Policy may include coverage for Covered Services that are received from either Participating Providers or Non-Participating Providers. Normally, benefits payable under the Group Policy are greater for Covered Services received from Participating Providers than those benefits payable for Non-Participating Providers. In order for benefits to be payable at the Participating Provider level, the Covered Person must receive care from a Participating Provider. Participating Provider network consists of the PHCS network within CA, CO, GA, HI, MD, OR, VA, WA and the District of Columbia (hereafter referred to as KP states) and the CIGNA PPO Network in all other states.

You may visit KPIC's contracted provider network web site[s] at: www.Multiplan.com/Kaiser for providers in CA, CO, GA, HI, MD, OR, VA, WA and the District of Columbia (hereafter referred to as KP states) and http://kp.org/CignaPPONetworkDirectory for providers for all other states. Additionally, a current printed listing of KPIC's Participating Providers directories are available at no cost to You by calling the phone number listed on Your ID card or by writing to: KPIC Provider Relations Manager, 300 Lakeside Drive, Room 1335D, Oakland, CA 94612. To verify the current participation status of any provider, please call the toll-free number listed in the provider directory. If the Covered Person receives care from a Non-Participating Provider, benefits under the Group Policy are payable at the Non-Participating Provider tier.

SAMPLE

If you require interpreter services or require the provider directory to be translated in another language other than English, please call 1-800-788-0710. The English version of this document is the official version. The foreign language version is for informational purposes only.

Geographic Standards for Access to Participating Providers
In accordance with the provisions of state law, access to health care from a Participating Provider will meet the following distance or travel time from the Covered Person's residence or place of work of:

1. 15 miles or 30 minutes for Primary Care Physicians;
2. 15 miles or 30 minutes for Mental health or Substance Use Disorder providers;
3. 30 miles or 60 minutes for Specialty Care Provider;
4. 15 miles or 30 minutes for Hospitals

   If medically appropriate care cannot be provided by a Participating Provider within the required distance or travel time shown above, KPIC shall arrange for the required care with an available and accessible licensed provider. The Covered Person shall be responsible for paying only the applicable Participating Provider Cost Sharing for the service and will not be liable for the payment of any amount in excess of the Usual,

Customary and Reasonable Charge or the Actual Billed Charges. The Cost Share for this service will apply to the satisfaction of the Deductible and the Out of Pocket Maximum at the Participating Provider tier.

Please see the **TIMELY ACCESS TO CARE** section of this Certificate for information about appointment wait time standards for Participating Providers.

No Surprise Billing Protections

The following services are subject to protections under state and or federal no surprise billing laws.

1. Out-of-Network Emergency Services,
2. Covered Services Provided by a Non-Participating Provider at a Participating Provider Facility
3. Out-of-Network Air Ambulance Services

Notwithstanding any provisions of this Certificate of Insurance to the contrary, when you receive the services listed in items 1-3 above you are protected from balancing billing, sometimes called surprise billing. Surprise billing or balance billing means billing by a Non-Participating Provider for the difference between what KPIC agreed to pay and the full amount billed by the Non-Participating Provider. You are only responsible for the Participating Provider Cost Share for these services and the Cost Shares will be treated as Participating Provider Cost Shares for the purpose of accumulation to Your Deductible, if any, and Participating Provider Out-of-Pocket Maximum.

SAMPLE

Non-Participating Providers rendering the Covered Services listed in the services described above, may not bill or collect more than Your Participating Provider Cost Share and may not bill You the difference between the Actual Billed Charges and the Maximum Allowable Charge.

Consent Requirements

A Non-Participating Provider may balance bill You when the Non-Participating Provider rendering services in a Participating Provider facility or Non-Participating emergency facility has satisfied the applicable notice and consent requirements, if permitted to provide notice and obtain consent, including but not limited to providing notice to You (or Your authorized representative) of the estimated charges for the items and services, that the provider is a Non-Participating Provider and has obtained written consent from You (or Your authorized representative) to be treated and balanced billed by the Non-Participating Provider.

The applicable state or federal notice and consent requirements do not apply to Non-Participating Providers with respect to:

1. Emergency Services until you are stabilized; and
2. Ancillary Services; and
3. Items or services that are Covered Services and are furnished as a result of unforeseen, urgent medical needs that arise at the time an item or service is furnished, regardless of whether the Non-Participating Provider satisfied the notice and consent criteria.

Such items and services furnished by Non-Participating Providers will always be subject to the reimbursement described in the Maximum Allowable Charge definition and are prohibited from balance billing You.

Notwithstanding the above, for Non-Emergency Services Obtained from a Non-contracting Individual Health Professional at a Participating Provider Facility located in California, as applicable, the following applies:

This provision does not apply to Emergency Care Services.

Except as provided under the exception below, in accordance with California law, if the Covered Person receives Non-Emergency Covered Services at a Participating Provider facility located in California at which, or as a result of which, the Covered Person receives Covered Services from a Non-contracting Individual Health Professional, the Covered Person will be responsible for paying no more than the same Cost Sharing that the Covered Person would pay for the same Covered Services received from a Participating Provider (the in-network cost-sharing amount) and will not be liable for the payment of any additional amounts that would generally apply to services rendered by a non-contracting provider. The Cost Share incurred for the non-emergency service described above will apply to the Deductible and the Out of Pocket Maximum accumulation at the Participating Provider tier. No Deductible will apply if the Participating Provider Deductible has already been met. The Covered Person will not pay any amount if the Out-of-Pocket Maximum at the Participating Provider tier has already been reached.

SAMPLE

Exception to the above rule. For services subject to this section, the above rule does not apply and a Non-contracting Individual Health Professional may bill or collect from the Covered Person the out-of-network cost sharing, if applicable, if the Covered Person gave his or her written consent to the Non-contracting Individual Health Professional rendering the service and that written consent demonstrates satisfaction of all the following criteria:

(1) At least 24 hours in advance of care, the Covered Person consents in writing to receive services from the identified Non-contracting Individual Health Professional.

(2) The consent obtained by the Non-contracting Individual Health Professional is in a document that is separate from the document used to obtain the consent for any other part of the care or procedure. The consent must not be obtained by the facility or any representative of the facility. The consent must not be obtained at the time of admission or at any time when the Covered Person is being prepared for surgery or any other procedure.

(3) At the time consent is provided, the Non-contracting Individual Health Professional must give the Covered Person a written estimate of the Covered Person's total out-of-pocket cost of care. The written estimate shall be based on the professional's billed charges for the service to be provided. The Non-contracting Individual Health Professional must not attempt to collect more than the estimated amount without receiving separate written consent from the Covered Person or their authorized representative, unless circumstances arise during delivery of services that were unforeseeable at the time the estimate was given that would require the provider to change the estimate.

(4) The consent must advise the Covered Person that he or she may elect to seek care from a contracted provider or may contact the Covered Person's insurer in order to arrange to receive the health service from a contracted provider for lower out-of-pocket costs.

(5) The consent and estimate must be provided to the Covered Person in the language spoken by the Covered Person, if the language is a Medi-Cal threshold language, as defined in subdivision (d) of Section 128552 of the Health and Safety Code.

(6) The consent shall also advise the Covered Person that any costs incurred as a result of the Covered Person's use of the out-of-network benefit shall be in addition to in-network cost-sharing amounts and may not count toward the annual out-of-pocket maximum on in-network benefits or a deductible, if any, for in-network benefits.

When You're Not Sure What Kind of Care You Need

Sometimes it's difficult to know what kind of care You need, so we have licensed health care professionals available to assist You by phone 24 hours a day, seven days a week. Here are some of the ways they can help You:

- They can answer questions about a health concern, and instruct You on self-care at home if appropriate
- They can advise You about whether You should get medical care, and how and where to get care (for example, if You are not sure whether Your condition is an Emergency Medical Condition, they can help You decide whether You need Emergency Care or Urgent Care, and how and where to get that care)
- They can tell You what to do if You need care and a health care provider's office is closed

SAMPLE

You can reach one of these licensed health care professionals by calling 1-888-251-7052. When You call, a trained support person may ask You questions to help determine how to direct Your call.

If You have a complaint regarding Your ability to access needed health care in a timely manner you may contact KPIC at:

Kaiser Permanente Insurance Company (KPIC)
Attn: KPIC Operations
Grievance and Appeals Coordinator
1800 Harrison Street, 20th Floor
Oakland, CA 94612

You may also fax this information to: KPIC Attn: KPIC Operations Grievance and Appeals Coordinator at (877) 727-9664.

You may also contact the California Department of Insurance regarding Your complaint at:

California Department of Insurance
1-800-927-HELP

ACCESS TO HEALTH CARE

(1-800-927-4357)
TDD: 1-800-482-4TDD
(1-800-482-4833)

The Covered Person may write the California Department of Insurance at:

California Department of Insurance
Consumer Communications Bureau
300 S. Spring Street
Los Angeles, CA 90013

Or You can log in to the California Department of Insurance website at:

www.insurance.ca.gov

SAMPLE

TIMELY ACCESS TO CARE

Your coverage provided under the Group Policy may include coverage for Covered Services that are received from either Participating Providers or Non-Participating Providers. See Your Schedule of Coverage to determine if Your coverage includes Participating Providers.

This section describes standards for appointment wait times and the availability of interpreter services when health care is obtained from Participating Providers. Please refer to the **ACCESS TO HEALTH CARE SECTION** of this Certificate for further information about obtaining health care under this Policy.

Appointment Wait Times
In accordance with the provisions of state law, access to health care from a Participating Provider will meet the following appointment availability standards:

1. Urgent care appointments for services that do not require precertification shall be available within 48 hours of the request for appointment;
2. Urgent care appointments for services that require precertification as shown in the **PRECERTIFICATION** section of this Certificate shall be available within 96 hours of the request for appointment;
3. Non-urgent appointments for primary care shall be available within ten business days of the request for appointment;
4. Non-urgent appointments with specialist physicians shall be available within fifteen business days of the request for appointment;
5. Non-urgent appointments with a non-physician Mental Health or Substance Use Disorder care provider shall be available within ten business days of the request for appointment;
6. Non-urgent follow-up appointments with a nonphysician Mental Health or Substance Use Disorder care provider for those undergoing a course of treatment for an ongoing Mental Health or Substance Use Disorder condition, shall be available within ten business days of the prior appointment;
7. Non-urgent appointments for ancillary services for the diagnosis or treatment of injury, illness, or other health condition shall be available within fifteen business days of the request for appointment; and,
8. Telephone triage or screening services shall be provided in a timely manner appropriate for the Covered Person's condition. The triage or screening waiting time shall not exceed 30 minutes.

SAMPLE

The applicable waiting time for a particular appointment may be extended if the referring or treating licensed health care provider, or the health professional providing triage or screening services, as applicable, acting within the scope of his or her practice and consistent with professionally recognized standards of practice, has determined and noted in the relevant record that a longer waiting time will not have a detrimental impact on the Covered Person's health.

Preventive care services, and periodic follow up care, including but not limited to, standing referrals to specialists for chronic conditions, periodic office visits to monitor and treat pregnancy, cardiac or mental health or substance use disorder conditions, and laboratory and radiological monitoring for recurrence of disease, may be scheduled in advance consistent with professionally recognized standards of practice as determined by the treating licensed health care provider acting within the scope of his or her practice.

Notice of the Availability of Interpreter Services from a Participating Provider
Language interpretation services in languages other than English are available to limited-English-proficient Covered Persons at no cost and shall be coordinated with scheduled appointments for health care services from a Participating Provider in a manner that ensures the provision of interpreter services at the time of the appointment without imposing an undue delay on the scheduling of the appointment. If You require interpreter services for Your health care appointment, please request such services at the time You call to schedule Your appointment.

SAMPLE

PRECERTIFICATION

Precertification
This section describes:

1. How failure to obtain Precertification affects coverage;
2. Precertification administrative procedures; and
3. Which clinical procedures require Precertification by plan-type.

If Precertification is not obtained, benefits will be reduced through the application of a penalty as described herein even if the treatment or service is deemed Medically Necessary. If the treatment or service is deemed not to be Medically Necessary, the treatment or service will not be covered. If a Hospital Confinement or other inpatient care is extended beyond the number of days first precertified without further Precertification, benefits for the extra days: 1) similarly will be penalized; or 2) will not be covered at all if deemed not to be Medically Necessary. For Mental Health and Substance Use Disorders, medical necessity will be based on the standards set forth under the definition of "Medically Necessary Treatment of a Mental Health or Substance Use Disorder".

NOTE: CIGNA PPO Network providers will obtain any necessary Precertification on your behalf. Please refer to the Precertification processes in this section, including a list of Covered Benefits subject to Precertification.

SAMPLE

If Precertification is not obtained, benefits payable for all Covered Charges incurred in connection with any of these services will be reduced by a penalty of $500 each time Precertification is required. However, the penalty will not result in a reduction greater than 50% of the Covered expenses or $500, whichever is less per occurrence or per claim. This $500 penalty will not count toward the satisfaction of any Deductible, coinsurance or Out-of-Pocket Maximum applicable under the Group Policy.

If Your request for Precertification is denied, altered, or delayed, You have the right to appeal the denial, alteration or delay. Please refer to the **CLAIMS AND APPEALS PROCEDURES** section for a detailed discussion of the grievance and appeals process and the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section for Your right to an Independent Medical Review.

"Medical Review Program" means the organization or program that: 1) evaluates proposed treatment or services; and 2) when appropriate, determines that KPIC will deny coverage on the grounds that the care is not Medically Necessary or is not Medically Necessary Treatment of a Mental Health or Substance Use Disorder. The Medical Review Program may be contacted 24 hours per day, 7 days per week.

Precertification Through the Medical Review Program
The following treatment or services must be precertified by the Medical Review Program:

[1.] Inpatient Hospital admissions and services.*

[2.] Inpatient Substance Use Disorder admissions and service.*

[3.] Inpatient Mental Health admissions and service. *

PRECERTIFICATION

[4.] Inpatient Rehabilitation Therapy admissions, services and programs.*

[5.] Home Health Care Services, including Home Infusion and Home Therapy.

[6.] Inpatient care at a Skilled Nursing Facility or other licensed medical facility.*

[7.] Inpatient Residential Treatment*.

[8.] Outpatient surgery at a Hospital, Free-Standing Surgical Facility or other licensed medical facility.

[9.] The following specific treatments and procedures:

- a) Blepharoplasty, Pitosis Repair
- b) Breast Augmentation/Implants
- c) Breast Reduction
- d) Clinical Trials
- e) Cosmetic Procedures
- f) Craniofacial Reconstruction
- g) Dental and Endoscopic Anesthesia
- h) Durable Medical Equipment (DME):
    - i. Airway Clearance Vest
    - ii. Bone stimulator
    - iii. Cardioverter Defibrillator Vest
    - iv. Cough Stimulator Device
    - v. Communicators
    - vi. CPAP/BIPAP
    - vii. External Vacuum Erection Devices
    - viii. Hospital-grade electric breast pump
    - ix. Insulin pump
    - x. Neuromuscular Stimulators
    - xi. Oxygen
    - xii. Patient Lifts
    - xiii. Specialty beds
    - xiv. TENS Units
    - xv. Wheelchair Cushions/Seating Systems
    - xvi. Woundvac
- i) Enteral solutions
- j) Fertility Preservation Services for the treatment of gender dysphoria
- k) Genetic testing
- l) Imaging Services: MRI, MRA, CT, CTA, PET, EBCT
- m) Implantable prosthetics (includes breast, bone conduction, cochlear, and ocular)
- n) Injectable medications
- o) Medical Food Products for treatment of Phenylketonuria (PKU)
- p) Non-Emergency Air or Ground Ambulance Transport
- q) Orthognathic Surgery (non-dental jaw bone surgery)
- r) Orthotics/Prosthetics
- s) The following Outpatient Procedures:
    - i. Outpatient sleep studies (lab or home)
    - ii. Outpatient vein procedures (office or outpatient); includes sclerosing, ablations, stripping
    - iii. Cosmetic procedures (office or outpatient)

SAMPLE

iv. Dermatology procedures (office or outpatient); includes injection of fillers, photopheresis, laser, tattooing, phototherapy
v. Outpatient hyperbaric treatment
vi. Pill or wireless endoscopy (office or outpatient)
vii. Oral procedures (office or outpatient); includes palate, tongue, floor of mouth, prosthesis
viii. External counterpulsation
ix. Complex wound care (office or outpatient); includes wound vacuum, cultured or biomechanical skin graft
x. Insertion or removal of Neurostimulator

t) Pain management
   i. Epidural Injections
   ii. Use of Neurolytic agent
   iii. Decompression Procedure
   iv. Epidural or Intrathecal Implant procedures
   v. Epidural or Intratheacal Pump use.
   vi. Injection of anesthetic agent
   vii. Insertion or removal of Neurostimulator
   viii. Paravertebral or Transforaminal injections
   ix. Sacroiliac Injection
u) Radiation Therapy Services
v) Reconstructive Surgery, (including all procedures by plastic surgeon)
w) Spinal Surgery
x) Temporomandibular Joint Surgery
y) Transplants
z) Transgender Surgery

SAMPLE

*** Precertification for inpatient admissions and services**

Precertification is required for all inpatient admissions and services except for the following:

- Maternity admissions and services for delivery of a child for a minimum of 48 hours for a vaginal delivery and 96 hours for a caesarean delivery.
- Emergency admissions or services. You or Your attending Physician should notify the Medical Review Program of the admission as soon as reasonably possible and not later than 24 hours following the emergency admission.
- Length of stay following a mastectomy or lymph node surgical procedure. The treating physician and surgeon is not required to receive prior approval from KPIC in determining the length of hospital stay following these procedures.

Precertification Administrative Procedures - For All Plans

1. The Covered Person or his or her attending Physician must notify the Medical Review Program as follows:
   a) Planned Hospital Confinement - at least 3 days prior to admission for such Hospital Confinement.
   b) Extension of a Hospital Confinement - As soon as reasonably possible prior to extending the number of days of Hospital Confinement beyond: i) the number of

days originally precertified; or ii) the date on which coverage of the Hospital Confinement by KPIC under This Plan terminates.

c) Other treatments or procedures requiring Precertification

d) At least 3 days prior to performance of any other treatment or service requiring Precertification or as soon as reasonably possible.

e) Emergency Hospital Confinement - within 24 hours after care has commenced. This requirement is not applied if notice is given as soon as reasonably possible.

2. The Medical Review Program will:
   a) precertify the requested treatment or service, however, in no event will the Medical Review Program require a treating Physician to request or obtain prior approval for the purpose of determining the length of hospital stay following a covered mastectomy or lymph node dissection; or
   b) deny Precertification entirely; or
   c) deny the requested treatment or service but precertify an alternative treatment or service; and

Under the Medical Review Program, a Covered Person may be required to:

a) obtain a second opinion from a Physician selected from a panel of three or more Physicians designated by the Medical Review Program. If the Covered Person is required to obtain a second surgical opinion, it will be provided at no charge to the Covered Person.

b) obtain from the attending Physician information required by the Medical Review Program relating to the Covered Person's medical condition and the requested treatment or service.

SAMPLE

The Medical Review Program may request Your agreement to participate in the following voluntary case management programs: a) case management; b) Hospital discharge planning; and or c) long term case management programs.

Pregnancy Precertification: When a Covered Person is admitted to a Hospital for the delivery of a child, the Covered Person is entitled to stay in the hospital without any Precertification for a minimum of:

1. Forty-eight (48) hours for a normal vaginal delivery; and
2. Ninety-six (96) hours for a Cesarean section delivery.

A stay longer than the above may be allowed provided the attending provider obtains authorization for an extended confinement through KPIC's Medical Review Program. Under no circumstances will KPIC require that a provider reduce the mother's or child's Hospital Confinement below the allowable minimums cited above.

Treatment for Complications of Pregnancy is subject to the same Precertification requirements as any other Sickness.

Length of Stay for Mastectomy and Lymph Node Surgical Services

The length of a hospital stay associated with mastectomy or lymph node surgical procedures will be determined by the attending Physician in consultation with the patient,

post-surgery, consistent with sound clinical principles and processes. The treating physician and surgeon is not required to receive prior approval from KPIC in determining the length of hospital stay following these procedures.

Review Process

If a request for Precertification is denied, in whole or in part, the Covered Person, or the individual legally responsible for the Covered Person, will be: 1) notified in writing; and 2) given an opportunity for review. A copy of the procedures by which the Covered Person may seek review will be provided to the Covered Person or the individual legally responsible for the Covered Person at the time of denial.

Please refer to the **CLAIMS AND APPEALS PROCEDURES** section for a detailed discussion of the grievance and appeals process and the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section for Your right to an Independent Medical Review.

If your precertification is denied, the Adverse Benefit Determination notice will tell You why We denied Your claim and will include information regarding the internal appeal process and Your appeal rights, including external review, that may be available to You.

Failure To Comply With The Precertification Procedures:

Failure to comply with any of the Precertification procedures set forth above will result in a penalty as previously described.

The dollar amount of any penalty applied will not count toward satisfaction of any Deductible, Coinsurance or Out-of-Pocket Maximum.

SAMPLE

DEDUCTIBLES AND MAXIMUMS

NOTE - Your right to receive information about Your Deductible and Out-of-Pocket Maximum accrual balances:

In accordance with California law, We will mail You notice of Your Deductible and Out-of-Pocket Maximum accrual balances for every month in which benefits were used, unless You elect to receive notice electronically. If You have elected to receive notice electronically, You may opt to receive mailed notices again at any time. Additionally, You may request Your most up-to-date Deductible and Out-of-Pocket Maximum accrual balance at any time.

To request information about Your accrual balances, including how to opt out of mailed notices and elect to instead receive Your accrual updates electronically, please contact KPIC at 1-800-788-0710 (TTY users call 711)].

Individual Deductible
Unless otherwise indicated in the Schedule of Coverage or elsewhere in the Policy, the Deductible as shown in the Schedule of Coverage applies to all Covered Charges incurred by a Covered Person during the Accumulation Period. The Deductible applies separately to each Covered Person during each Accumulation Period. When Covered Charges equal to the individual Deductible Maximum are incurred during the Accumulation Period and are submitted to Us, the Deductible will have been met for that Covered Person. Benefits will not be payable for Covered Charges applied to the Deductible. The Accumulation Period is set forth in the Schedule of Coverage.

SAMPLE

Family Deductible Maximum
When Covered Charges equal to the individual Deductible Maximum are incurred during the Accumulation Period and are submitted to Us, the Deductible will have been met for that Covered Person. All remaining family members must continue paying for Covered Charges for services that are subject to the Deductible until they either meet their individual Deductible Maximum or until the family collectively reaches the family Deductible Maximum. Once the family Deductible Maximum is satisfied, benefits begin for the rest of the family for that Accumulation Period whether or not each of their individual Deductible maximum has been met. The Individual Deductible will not be further applied to any other Covered Charges incurred during the remainder of that Accumulation Period by any other person in Your family. The Accumulation Period is set forth in the Schedule of Coverage.

NOTE: Covered Charges will apply towards satisfaction of the Deductible at the Participating Provider tier for the following Covered Services obtained from a Non-Participating Provider: 1) Emergency Care Services; 2) Emergency Ambulance Services; 3) Air Ambulance Services; and 4) Non-emergency services rendered by a Non-Participating Provider in a Participating Provider facility.

NOTE: Please refer to the Schedule of Coverage for the actual amount of Your Individual and Family Deductible Maximum.

DEDUCTIBLES AND MAXIMUMS

Doctor Office Visit Copayment Exception for PPO Plans only
Unless otherwise noted in the Schedule of Coverage, the Deductible does not apply to practitioner charges incurred for an office visit. Instead, the Covered Person pays the office visit Copayment for each visit to a Participating Provider. The Covered Person will be responsible for any charge that is not a covered medical charge as defined by the Plan. The office visit Copayment and waiver of the Deductible described in this paragraph do not apply to charges incurred for certain services as noted in the Schedule of Coverage.

Percentage Payable
The Percentage Payable by KPIC is applied to Covered Charges after any applicable Deductible has been met.

Out-of-Pocket Maximums
Any part of a charge that does not qualify as a Covered Charge, will not be applied toward satisfaction of the Out-of-Pocket Maximum. Cost Sharing incurred under the following apply to the Out-of-Pocket Maximum:

1. Coinsurance incurred for all Covered Services under the Participating Provider tier will be applied towards the Out-of-Pocket Maximum under the Participating Provider tier;
2. Coinsurance incurred for all Covered Services under the Non-Participating Provider tier will be applied towards the Out-of-Pocket Maximum under the Non-Participating Provider tier; except as specified in the Schedule of Coverage.

Charges in excess of the Maximum Allowable Charge or Benefit Maximum and additional expenses a Covered Person must pay because Precertification was not obtained will not be applied toward satisfying the Deductible or the Out-of-Pocket Maximum.

SAMPLE

Individual Out-of-Pocket Maximums: When the Covered Person's Cost Share applicable to the Out-of-Pocket Maximum equals the Out-of-Pocket Maximum amount shown in the Schedule of Coverage during the Accumulation Period, the Covered Person is not required to pay a Cost Share for any of further Covered Charges incurred by that same Covered Person for the remainder of that Accumulation Period. The Accumulation Period is set forth in the Schedule of Coverage.

Family Out-of-Pocket Maximums: Once a family member reaches their Individual Out-of-Pocket Maximum, no further Cost Share will apply for Covered Services for that individual during the Accumulation Period. All remaining family members must continue paying Cost Share for Cover Services until they either satisfy their individual Out-of-Pocket Maximum or until the family collectively satisfies the family Out-of-Pocket Maximum. When the family's Cost Share applicable to the Out-of-Pocket Maximum equals the family Out-of-Pocket Maximum amount shown in the Schedule of Coverage during the Accumulation Period, all family members are not required to pay a Cost Share for any further Covered Charges incurred by all family members for the remainder of that Accumulation Period. The Accumulation Period is set forth in the Schedule of Coverage.

Maximum Allowable Charge
Payments under the Plan are based upon the Maximum Allowable Charge for Covered Services. The Maximum Allowable Charge may be less than the amount actually billed by the provider. Covered Persons are responsible for payment of any amounts in excess of

the Maximum Allowable Charge for a Covered Service. (Refer to the definition of Maximum Allowable Charge shown in the **GENERAL DEFINITIONS** section of the Certificate.)

Other Maximums
To the extent allowed by law, [in addition to the Maximum Benefit While Insured], certain treatments, services and supplies are subject to benefit-specific limits or maximums. These additional limits or maximums are shown in the Schedule of Coverage.

SAMPLE

GENERAL BENEFITS

This section describes the general benefits provisions. General Limitations and Exclusions are listed in the General Limitations and Exclusions Section. Optional Benefits are set forth under the Sections entitled "Optional Outpatient Drug Benefits" and "Optional Benefits". Please refer to the Schedule of Coverage to determine which, if any, optional benefits Your employer elected.

Insuring Clause
Upon receipt of a satisfactory notice of claim and proof of loss, KPIC will pay the Percentage Payable for Expenses Incurred up to the Maximum Allowable Charge for the treatment of a Covered Service, provided:

1. the expense is incurred while the Covered Person is insured for this benefit;
2. the expense is for a Covered Service that is Medically Necessary or is Medically Necessary Treatment of a Mental Health or Substance Use Disorder;
3. the expense is for a Covered Service prescribed or ordered by the attending Physician or those prescribed or ordered by any other providers who are duly licensed by the state to provide medical services without the referral of a Physician;
4. the Covered Person has satisfied the applicable Deductibles, co-payments, and other amounts payable; and
5. the Covered Person has not exceeded any maximum shown in the Schedule of Coverage.

SAMPLE

Payments under this Group Policy:

1. Will be subject to the limitations shown in the Schedule of Coverage;
2. Will be subject to the General Limitations and Exclusions; and
3. May be subject to Precertification.

Covered Services:

1. Room and Board in a Hospital.
2. Room and Board in a Hospital Intensive Care Unit.
3. Skilled Nursing Care Services provided in a Skilled Nursing Facility or other licensed medical facility include:
   a) Physician and nursing services;
   b) Room and board;
   c) Drugs prescribed by a physician as part of the plan of care in the plan skilled nursing facility in accord with the plan's drug formulary guidelines if they are administered in the skilled nursing facility by medical personnel;
   d) Durable medical equipment in accord with the plan's durable medical equipment formulary if skilled nursing facilities ordinarily furnish the equipment;
   e) Imaging and laboratory services that skilled nursing facilities ordinarily provide;
   f) Medical social services; Blood, blood products, and their administration;
   g) Medical supplies;

h) Physical, occupational, and speech therapy;

i) Behavioral health treatment for pervasive developmental disorder or autism; and

j) Respiratory therapy

Care in a Skilled Nursing Facility is limited to: a) the maximum number of covered days shown in the Schedule of Coverage; b) care in a licensed Skilled Nursing Facility or other licensed medical facility; c) care under the active medical supervision of a physician; and d) services consistent with medical needs. Benefit Period specific to care in a Skilled Nursing Facility begins when a Physician admits a Covered Person to a Hospital or Skilled Nursing Facility and ends when the Covered Person has not been a patient in either a Hospital or Skilled Nursing Facility for 60 consecutive days.

4. Necessary Services and Supplies, including medication dispensed while confined in a Hospital or administered during other covered treatment, such as a Physician office visit.

5. Treatment in an Emergency Department of a Hospital or an Urgent Care Center. Please refer to the subsection, "Benefits for Emergency Services" in this General Benefits section for further information.

6. Physicians' services, including office visits.

7. Transportation of a Covered Person to or from Covered Services, by licensed ambulance or licensed psychiatric transport van service, when a Physician determines that the use of other means of transportation may endanger the Covered Person's health.

   a) When non-emergency air ambulance services are obtained from a Non-Participating Provider, the Covered Charges will apply toward satisfaction of the Deductible at the Participating Provider tier, and to the Out-of-Pocket Maximum at the Participating Provider tier. Please refer to the **No Surprise Billing Protections** provision in the **ACCESS TO HEALTH CARE** section of this Certificate for further information.

SAMPLE

8. Emergency medical transportation without Precertification provided through the 911 emergency response system in the following situations:

   a) the request was made for an emergency medical condition and ambulance transport services were required;

   b) the Covered Person reasonably believed that the medical condition was an emergency medical condition and reasonably believed that the condition required ambulance transport services.

   When emergency medical transportation is obtained from a Non-Participating Provider, the Covered Charges will apply toward satisfaction of the Deductible at the Participating Provider tier, and to the Out-of-Pocket Maximum at both the Participating Provider and Non-Participating Provider tiers. Please refer to the **No Surprise Billing Protections** provision in the **ACCESS TO HEALTH CARE** section of this Certificate for further information.

9. Nursing care by an RN, or, a Licensed Vocational Nurse, if an RN is not available, as certified by the attending Physician. Outpatient private duty nursing will only be

covered for the period for which KPIC validates a Physician's certification that: a) the services are Medically Necessary and b) that, in the absence of such nursing care, the Covered Person would be receiving Covered Services as an inpatient in a Hospital or Skilled Nursing Facility in the absence of these nursing services.

10. Services by a Certified Nurse Practitioner; Certified Psychiatric Mental Health Clinical Nurse Specialist; Licensed Midwife; or Certified Nurse Midwife. This care must be within the individual's area of professional competence.
11. Radiation treatment limited to: a) radiation therapy when used in lieu of generally accepted surgical procedures or for the treatment of malignancy; or b) the use of isotopes, radium or radon for diagnosis or treatment.
12. X ray, other imaging including diagnostic mammogram and lab tests.
13. Anesthesia and its administration when provided by a licensed anesthesiologist or licensed nurse anesthetist.
14. Genetic testing, including genetic testing used to diagnose, treat, or determine predisposition to breast cancer and prenatal diagnosis of genetic disorders of the fetus by means of diagnostic procedures and all other laboratory tests for specific genetic disorders for which genetic counseling is available.
15. Home Health [Agency] [Care] services except:
    - meals;
    - personal comfort items; and
    - housekeeping services.

    Covered Home Health Services are limited to part-time or intermittent home health care consisting of up to two hours per visit for visits by a nurse, medical social worker, or physical, occupational, or speech therapist, and up to four hours per visit for visits by a home health aide. Up to three visits per day (counting all home health visits) are covered. Up to [100] visits per Accumulation Period (counting all home health visits) are covered. They must be provided in the Covered Person's home and according to a prescribed treatment plan.

    If a visit by a nurse, medical social worker, or physical, occupational, or speech therapist lasts longer than two hours, then each additional increment of two hours counts as a separate visit. If a visit by a home health aide lasts longer than four hours, then each additional increment of four hours counts as a separate visit. For example, if a nurse comes to Your home for three hours and then leaves, that counts as two visits. Also, each person providing services counts toward these visit limits. For example, if a home health aide and a nurse are both at Your home during the same two hours, that counts as two visits.
16. Outpatient surgery in a Free Standing surgical Facility or other licensed medical facility.
17. Hospital charges for use of a surgical room on an outpatient basis.
18. Abortion services. Covered Services include abortion-related services, such as pre-abortion services and follow-up care. Abortion means any medical treatment, both surgical and non-surgical (other than experimental or investigational treatment)

SAMPLE

intended to induce the termination of a pregnancy except for the purpose of producing a live birth. Precertification is not required for inpatient and outpatient abortion services.

19. Hospice Care limited to:
    a) Interdisciplinary team care with development and maintenance of an appropriate plan of care.
    b) Skilled nursing services, certified home health aide services and homemaker services under the supervision of a qualified registered nurse.
    c) Bereavement Services.
    d) Social services/counseling services with medical social services provided by a qualified social worker. Dietary counseling, by a qualified provider, shall also be provided when needed.
    e) Medical direction with the medical director being also responsible for meeting the general medical needs of the enrollees to the extent that these needs are not met by the attending physician.
    f) Volunteer services.
    g) Short-term inpatient care arrangements.
    h) The following shall be provided to the extent reasonable and necessary for the palliation and management of terminal illness and related conditions: pharmaceuticals, medical equipment and supplies.
    i) Physical therapy, occupational therapy, and speech-language pathology services for purposes of symptom control, or to enable the enrollee to maintain activities of daily living and basic functional skills.
    j) Ostomy and urological supplies including Incontinence supplies.
    k) The following care during periods of crisis when you need continuous care to achieve palliation or management of acute medical symptoms:
        i. nursing care on a continuous basis for as much as 24 hours a day as necessary to maintain you at home.
        ii. respite care (short-term inpatient care) required at a level that cannot be provided at home.

    Covered Persons who elect to receive Hospice Care are not entitled to any other benefits under the Plan for the terminal illness while receiving hospice care.

20. Preadmission testing, limited to diagnostic, x ray, and laboratory exams made during a Hospital outpatient visit. The exams must be made prior to a Hospital Confinement for which a Room and Board charge is made.
21. Birth Services including those performed in a Birth Center. For information regarding the length of stay for inpatient maternity care, please refer to the subsection, "Length of Stay for Inpatient Maternity Care" in this General Benefits section.
22. External Prosthetic and Orthotic Devices that are Medically Necessary including prosthetics and braces needed following surgery, such as removal of a tumor mastectomy or laryngectomy. Coverage for external breast prostheses after a full or partial mastectomy, or lumpectomy will include up to three bras each Accumulation Period designed for the exclusive use with the prosthetic. Coverage for prosthetic and

SAMPLE

orthotic devices is limited to standard mode or item that adequately meets the medical needs of the Covered Person. Convenience and luxury items and features are not covered. Repair or replacement of braces and prosthetic devices is limited to: a) that needed because of growth; b) Prosthetics needed following surgical removal of a tumor.

23. Prosthetics (internally implanted).
24. Rental of Durable Medical Equipment. Purchase of such equipment may be made if, in the judgment of KPIC: a) purchase of the equipment would be less expensive than rental; or b) such equipment is not available for rental. Durable Medical Equipment is limited to the standard item of Durable Medical Equipment that adequately meets the medical need of the Covered Person. Repair or replacement of Durable Medical Equipment is covered if such repair or replacement is necessary as a result of ordinary wear and tear, subject to any limitation specified in the Schedule of Coverage; Repair or replacement of Durable Medical Equipment is not covered if it is needed due to negligence, misuse or disuse of the equipment. Replacement of lost or stolen Durable Medical Equipment is not covered. Durable Medical Equipment includes special footwear for individuals who suffer from foot disfigurement. Foot disfigurement includes, but is not limited to, disfigurement from cerebral palsy, arthritis, polio, spinabifida, diabetes, and foot disfigurement caused by accident or developmental disability.

    Durable Medical Equipment includes but is not limited to

    a) the following Base Durable Medical Equipment items:
        i. Diabetic Shoes and Inserts: off-the-shelf depth-inlay shoes; custom-molded shoes; custom-molded multiple density inserts; fitting, modification, and follow-up care for podiatric devices; repair or replacement of podiatric devices.
        ii. Glucose Monitors, Infusion Pumps, and Related Supplies: external single or multiple channel electric or battery-operated ambulatory infusion pumps; home blood glucose monitors; blood glucose test or reagent strips for home blood glucose monitors; interstitial glucose monitors; programmable and non-programmable implantable infusion pumps; infusion pump used for uninterrupted parenteral administration of medication; infusion sets for external insulin pumps; infusion supplies for external drug infusion pumps; lancets; calibrator solution/chips; single or multi-channel stationary parenteral infusion pumps; replacement batteries for home blood glucose monitors and infusion pumps; spring-powered device for lancet; syringe with needle for insulin pump.
        iii. Respiratory Drug Delivery Devices: large and small volume nebulizers; disposable and non-disposable administration sets; aerosol compressors; aerosol mask; disposable and non-disposable corrugated tubing for nebulizers; disposable and non-disposable filters for aerosol compressors; peak expiratory flow rate meter; distilled water for nebulizer; water collection device for nebulizer.
        iv. Tracheostomy Equipment: artificial larynx; replacement battery for artificial larynx; tracheo-esophageal voice prosthesis; tracheostomy supplies, including: adhesive disc, filter, inner cannula, tube, tube plug/stop, tube collar/holder, cleaning brush, mask, speaking valve, gauze, sterile water, waterproof tape, and tracheostomy care kits.

SAMPLE

v. Canes and Crutches: adjustable and fixed canes, including standard curved handle and quad canes; adjustable and fixed crutches, including underarm and forearm crutches; replacement supplies for canes and crutches, including handgrips, tips, and underarm pads.

vi. Dry pressure pad for a mattress.

vii. Cervical traction equipment (over door).

viii. Osteogenesis Stimulation Devices: non-invasive electrical osteogenesis stimulators, for spinal and non-spinal applications; non-invasive low density ultrasound osteogenesis stimulator.

ix. IV pole.

x. Phototherapy (bilirubin) light with photometer.

xi. Compression burn garment; lymphedema gradient compression stocking; light compression bandage; manual compression garment; moderate compression bandage.

xii. Non-segmental home model pneumatic compressor for the lower extremities; and

b) Supplemental Durable Medical Equipment not described under bulleted item "a" above that is approved by Medicare, such as oxygen, wheelchairs, and hospital beds.

Coverage of enteral and parenteral nutrition: enteral formula and additives, adult and pediatric, including for inherited diseases of metabolism; enteral feeding supply kits; enteral nutrition infusion pump; enteral tubing; gastrostomy/jejunostomy tube and tubing adaptor; nasogastric tubing; parenteral nutrition infusion pump; parenteral nutrition solutions; stomach tube; supplies for self-administered injections is included under the prosthetic and orthotic benefit. Please refer to the Schedule of Coverage for the specific prosthetic and orthotic benefit coverage.

SAMPLE

25. Management and treatment of diabetes which includes equipment, supplies and medications as follows:

a) Blood glucose monitors and blood glucose testing strips.

b) Blood glucose monitors designed to assist the visually impaired.

c) Insulin pumps and all related necessary supplies.

d) Ketone urine testing.

e) Lancet and lancet puncture devices

f) Pen delivery systems for the administration of insulin

g) Podiatric devices to prevent or treat diabetes-related complications

h) Insulin syringes

i) Visual aids, excluding eyewear, to assist the visually impaired with proper doing of insulin.

Coverage also includes diabetes outpatient self-management training, education and medical nutrition therapy services which shall be provided by appropriately licensed or registered health care professionals and diabetic day-care management

programs. For the purposes of this provision, "diabetic day-care self management program" means an educational program of instruction which will enable diabetic patients and their families to gain an understanding of the diabetic process, and the daily management of diabetic therapy in order to avoid frequent hospitalizations and complications.

26. Inpatient and Outpatient dialysis services related to acute renal failure and end-stage renal disease. Equipment, training, and medical supplies required for home dialysis. Home dialysis includes home hemodialysis, intermittent peritoneal dialysis, and home continuous ambulatory peritoneal dialysis.
27. Rehabilitative Services. The following Services are covered:
    a) Physical therapy rendered by a certified physical therapist or other provider practicing within the scope of their license or registration.
    b) Speech therapy rendered by a certified speech therapist or certified speech pathologist.
    c) Occupational therapy rendered by a certified occupational therapist.
    d) Pulmonary therapy.
    e) Multidisciplinary services while confined in a Hospital or any other licensed medical facility or through a comprehensive outpatient rehabilitation facility (CORF) or program. Rehabilitation services are limited to those provided in an organized, multidisciplinary rehabilitation program.
28. Respiratory therapy rendered by a certified respiratory therapist.
29. Mental Health Services that are Medically Necessary for prevention, diagnosis and treatment of a Mental Health condition are covered under the same terms and conditions applied to other medical conditions under this Plan. This includes all benefits listed elsewhere in this General Benefits section and under the Optional Prescription Drug Benefit section (if the Prescription Drug Benefit is listed as covered in the Schedule of Coverage). Covered Services include:
    a) Outpatient office visit mental health services, including the following:
        i. Individual and group mental health evaluation and treatment including repetitive Transcranial Magnetic Stimulation (rTMS);
        ii. Psychological testing when necessary to evaluate a Mental Disorder;
        iii. Outpatient Services for the purpose of monitoring drug therapy; and
        iv. Gender dysphoria treatment, including diagnostic assessment, psychotherapy, and medication management.*
    b) Outpatient other items and services (other than office visit services) for mental health care, defined as other outpatient intermediate services that fall between inpatient care and regular outpatient office visits, including but not limited to including the following:
        i. Intensive psychiatric treatment programs, including the following:
            (1) Hospital-based intensive outpatient care;
            (2) Multidisciplinary treatment in an intensive outpatient psychiatric treatment program;

SAMPLE

(3) Electroconvulsive Therapy (ECT);

(4) Psychiatric observation for an acute psychiatric crisis.

ii. Mental health partial hospitalization;

iii. Services that are Medically Necessary Treatment of Mental Health and Substance Use Disorder for gender dysphoria, including outpatient reconstructive surgery and administered hormones; and

iv. Behavioral Health Treatment Program for Pervasive Development Disorder or Autism (including treatment provided in the home.

c) Inpatient mental health care, including the following:

i. Inpatient psychiatric hospitalization, including coverage for room and board, prescription drugs, and services of physicians and providers who are licensed health care professionals acting within the scope of their license; and

ii. Treatment in a residential care facility, including treatment in a crisis residential program in licensed psychiatric treatment facility with 24-hour-a-day monitoring by clinical staff for stabilization of an acute psychiatric crisis.

*See also "Transgender Surgery and other Medically Necessary treatment of Mental Health and Substance Use Disorder for treatment of gender dysphoria" in this **GENERAL BENEFITS** section.

30. Substance Use Disorder services that are Medically Necessary for prevention, diagnosis, and treatment of a Substance Use Disorder are covered under the same terms and conditions applied to other medical conditions under this Plan. This includes all benefits listed elsewhere in this General Benefits section (and under the Optional Prescription Drug Benefit section, if the Prescription Drug benefit is listed as covered in the Schedule of Coverage). Covered Services include:

SAMPLE

a) Outpatient office visit Substance Use Disorder care:

i. Individual and group Substance Use Disorder counseling;

ii. Medication-assisted treatment

b) Outpatient (other items and services other than office visit services) for Substance Use Disorder care, defined as other outpatient intermediate services that fall between inpatient care and regular outpatient office visits, including but not limited to the following:

i. Day-treatment programs;

ii. Intensive outpatient programs;

iii. Treatment at a licensed and certified Opioid Treatment Program. Treatment includes delivery or administration of opioid agonist treatment medications, including methadone therapy;

iv. Medical treatment for withdrawal symptoms;

v. Methadone therapy at a licensed treatment center for treatment of withdrawal symptoms and maintenance treatment.

c) Inpatient Substance Use Disorder care:

i. Inpatient detoxification: hospitalization only for medical management of withdrawal symptoms, including room and board, physician services, drugs, dependency recovery services, education, and counseling;

ii. Treatment in a residential care facility, including transitional residential recovery services for substance use disorder treatment in a nonmedical transitional residential recovery setting. These settings provide counseling and support services in a structured environment.

31. Transplant services in connection with an organ or tissue transplant procedure including charges incurred by a donor or prospective donor who is not insured under the plan will be paid as though they were incurred by the insured provided that the services are directly related to the transplant. Coverage for transplant services shall not be denied based upon the Covered Person being infected with the human immunodeficiency virus (HIV).

32. Allergy treatment, services, material and serums.

33. Fertility Services, except in vitro fertilization, limited to treatment by artificial means for the purpose of causing pregnancy, such as: a) drugs; b) medicines; c) artificial insemination; (d) [in vitro fertilization]; e) gamete intrafallopian transfer; f) zygote intrafallopian; g) ovum transplants; h) donor eggs; or i) donor sperm. Treatment must be consistent with prevailing standards for efficacy. Please see Your Schedule of Coverage. Benefits payable for the diagnosis of infertility will be covered on the same basis as any other Sickness.

SAMPLE

34. Diagnosis and treatment of covered conditions directly affecting the upper or lower jawbone, or associated bone joints, including craniomandibular and temporomandibular joint disorders, limited to Medically Necessary non-dental diagnostic and non-dental surgical treatment only.

35. Reconstructive Surgery. Coverage is limited to a surgery performed to correct or repair abnormal structures of the body caused by congenital defects, developmental abnormalities, trauma, infection, tumors, or disease to do either of the following: 1) to improve function; or 2) to create a normal appearance to the extent possible. Reconstructive Surgery includes, but is not limited to, non-dental jaw bone surgery, incidental surgery to a covered mastectomy and Medically Necessary dental or orthodontic services that are an integral part of reconstructive surgery for cleft palate procedures, or other craniofacial conditions, such as Apert, Pfeiffer and Crouzon Syndromes, and hemifacial microsomia, reconstructive breast surgery following a mastectomy including reconstruction of the healthy breast to produce a symmetrical appearance; prostheses; and treatment of complication at all stages of the mastectomy, including lymphedemas. Please refer to “Prosthetic and Orthotic Devices that are Medically Necessary” in this **GENERAL BENEFITS** section for coverage of breast prostheses needed after a covered mastectomy.

36. General anesthesia and associated facility charges for dental procedures rendered in a Hospital or surgery center setting, when the clinical status or underlying medical condition of the Covered Person requires that the dental procedure be performed while the Covered Person is under general anesthesia in a Hospital or surgery center setting. Coverage shall not be provided unless the Covered Person is:

(1) under seven years of age; or

(2) developmentally disabled; or

(3) one whose health is compromised and for whom general anesthesia is medically necessary.

This provision does not apply to treatment rendered for temporal mandibular joint disorders nor does it provide coverage for any dental procedure or the professional fees or services of the dentist.

37. Screening and treatment of Phenylketonuria (PKU), including coverage for medical food products, such as formula that are medically necessary for the treatment of PKU. Such coverage for formula and special food products are limited to the extent that the cost of such formulas or special food products exceed the cost of a normal diet.

38. Coverage for a second medical opinion, limited to charges for Physician consultation, and charges for any additional x-rays, laboratory tests and other diagnostic studies. Benefits will not be payable for x-ray, laboratory tests, or diagnostic studies that are repetitive of those obtained as part of the original medical opinion and/or those for which KPIC paid benefits.

39. Behavioral Health Treatment for Pervasive Developmental Disorder or Autism. The treatment must be prescribed by a physician or surgeon; or is developed by a psychologist and provided under the Treatment Plan prescribed by a Qualified Autism Service Provider and administered by one of the following:

    a) A Qualified Autism Service Provider.

    b) A Qualified Autism Service Professional supervised by the Qualified Autism Service Provider.

    c) A Qualified Autism Service Paraprofessional supervised by a Qualified Autism Service Provider or Qualified Autism Service Professional.

SAMPLE

40. Habilitative Services. The following services are covered:

    a) Physical therapy rendered by a certified physical therapist or other provider practicing within the scope of their license or registration.

    b) Occupational therapy performed by a licensed occupational therapist.

    c) Speech therapy rendered by a certified speech therapist or certified speech pathologist.

    d) Pulmonary therapy.

    e) Multidisciplinary habilitation services while confined in a Hospital or any other licensed medical facility or through a comprehensive outpatient rehabilitation facility (CORF) or program. Rehabilitation services are limited to those provided in an organized, multidisciplinary rehabilitation program.

41. Covered Services in connection with the diagnosis of Obesity. These include Covered Services to diagnose the causes of obesity, for treatment of diseases causing obesity, or resulting from obesity including screening, diagnostic testing and lab services.

42. Telehealth when used as a mode of delivering otherwise Covered Services via interactive and non-interactive communications methods, including, email or the transmission of data via online technology, telephone and fax.

43. Diagnosis, treatment and management of osteoporosis, including but not limited to, all Food and Drug Administration approved technologies, including bone mass measurement technologies as deemed medically appropriate.
44. Treatment for breast cancer.
45. Covered Services associated with clinical trials, including Routine Patient Care Costs, if all of the following requirements are met:
    a) You are a "qualified insured" eligible to participate in the approved clinical trial, as defined below, according to the trial protocol with respect to treatment of cancer or other life-threatening condition (a condition from which the likelihood of death is probable unless the course of the condition is interrupted), as determined in one of the following ways:
        i. A Participating Provider makes this determination; or
        ii. A Non-Participating provider makes this determination, including a Non-Participating provider located outside this state, if the clinical trial is not offered or available through a Participating Provider. If any Participating Provider participates in the clinical trial and will accept You as a participant in the clinical trial, You must participate in the clinical trial through a Participating Provider unless the clinical trial is outside the state where You live; and
    b) The services would be covered under this Policy if they were not provided in connection with a clinical trial.

    SAMPLE

    For Covered Services related to a clinical trial, You will pay the Cost Sharing You would pay if the Covered Services were not related to a clinical trial. If You participate in the clinical trial offered by a Non-Participating Provider because the clinical trial is not offered or available through a Participating Provider, then the Participating Provider Cost Sharing and Out-of-Pocket Maximum applies.

    "Qualified insured" means an insured who meets both of the following conditions:

    a) The Insured is eligible to participate in an approved clinical trial, according to the clinical trial protocol, for the treatment of cancer or another life-threatening disease or condition; and
    b) Either of the following applies:
        i. The referring health care professional is a Participating Provider and has concluded that the Insured's participation in the clinical trial would be appropriate because the Insured meets the conditions of subparagraph (A); or
        ii. The Insured provides medical and scientific information establishing that the Insured's participation in the clinical trial would be appropriate because the Insured meets the conditions of subparagraph (A).

"Approved clinical trial" means a phase I, phase II, phase III, or phase IV clinical trial conducted in relation to the prevention, detection, or treatment of cancer or another life-threatening disease or condition that meets at least one of the following:

a) The study or investigation is approved or funded, which may include funding through in-kind donations, by one or more of the following:
    i. The National Institutes of Health.

ii. The federal Centers for Disease Control and Prevention.

iii. The Agency for Healthcare Research and Quality.

iv. The federal Centers for Medicare and Medicaid Services.

v. A cooperative group or center of any of the entities described in clauses (i) to (iv), inclusive, the Department of Defense, or the United States Department of Veterans Affairs.

vi. A qualified nongovernmental research entity identified in the guidelines issued by the National Institutes of Health for center support grants.

vii. One of the following departments, if the study or investigation has been reviewed and approved through a system of peer review that the Secretary of the United States Department of Health and Human Services determines is comparable to the system of peer review used by the National Institutes of Health and ensures unbiased review of the highest scientific standards by qualified individuals who have no interest in the outcome of the review:

I. The United States Department of Veterans Affairs.

II. The United States Department of Defense.

III. The United States Department of Energy.

b) The study or investigation is conducted under an investigational new drug application reviewed by the United States Food and Drug Administration.

c) The study or investigation is a drug trial that is exempt from an investigational new drug application reviewed by the United States Food and Drug Administration.

SAMPLE

46. Transgender Surgery and other Medically Necessary Treatment of Mental Health and Substance Use Disorders for the treatment of gender dysphoria, including, but not limited to gender affirming surgeries that include genital surgery (e.g., hysterectomy, oophorectomy and orchiectomy), breast/ chest surgery (e.g., mastectomy and breast augmentation) and aesthetic procedures to change secondary sex characteristics (e.g., tracheal shave and facial feminization surgery) and other services found to be Medically Necessary Treatment of Mental Health and Substance Use Disorders to create an appearance within the range of normal for the gender with which the person identifies. Medically Necessary Treatment of Mental Health and Substance Use Disorders for the treatment of gender dysphoria, also includes coverage for services, such as fertility preservation, speech therapy and administered hormones, including puberty suppressing hormones. Gender dysphoria treatment is covered at the Mental Health Cost Share as shown in the Schedule of Coverage. Medically Necessary treatment of Mental Health and Substance Use Disorders are covered under the same terms and conditions applied to other medical conditions under this Plan. Please refer to the **PRECERTIFICATION** section for information about Precertification through the Medical Review Program. See also, "Mental Health Services for diagnosis and Medically Necessary Treatment of a Mental Disorder" in this **GENERAL BENEFITS** section.

47. COVID-19 screening, testing immunizations. In compliance with state and federal law, coverage includes:

- Medically Necessary screening and testing for COVID-19, including a visit to a medical office, emergency room, urgent care setting, hospital, or telehealth visit

when the purpose of the visit is screening and/or testing for COVID-19, and associated lab testing and radiology services.

- Immunizations that have in effect a recommendation from the Advisory Committee on Immunization Practices (ACIP) of the Centers for Disease Control and Prevention (CDC), regardless of whether the immunization is recommended for routine use.

Preventive Care
Please refer to Your Schedule of Coverage regarding each benefit in this section. Unless otherwise stated, the requirement that the Covered Charges be incurred as a result of Injury or Sickness will not apply to the following Covered Services:

[1.] Routine nursery care and Physician charges for a newborn while the mother is confined. The care is covered as part of the mother's admission.

[2.] HIV/AIDS Vaccine, limited to those approved for marketing by the federal Food and Drug Administration and that is recommended by the United States Public Health Service.

[3.] Preventive care for children age 18 years or younger. Services must meet prevailing standards. The care shall include:

a) examination;
b) history;
c) appropriate immunizations*;
d) blood level screening;
e) developmental screening; and
f) x-ray and laboratory tests.

*Flu shots administered at a Participating Pharmacy are covered at the applicable pharmacy cost share.

[4.] Adult preventive screening. Services must meet the prevailing standards. The care will include:]

a) breast exams as follows: i) for women age 35 through age 39, one baseline mammogram; ii) for women age 40 to 49, inclusive, one mammogram every two years, or more frequently upon recommendation of a Physician; and iii) for women age 50 and older, one yearly mammogram.
b) pelvic examination;
c) annual cervical cancer screening test that includes, in addition to a conventional pap test, the option of any cervical cancer screening test approved by the federal Food and Drug Administration;
d) tuberculosis skin test.
e) Screening and diagnosis of prostate cancer, including but not limited to prostate-specific antigen testing and digital rectal examination when Medically Necessary and consistent with good professional practice. This coverage does not cover the surgical and other procedures known as radical prostatectomy, external beam radiation therapy, radiation seed implants, or combined hormonal therapy.

SAMPLE

f) All other cancer screening tests approved by the Federal Food and Drug Administration including cervical cancer screening tests.

Flu shots administered at a Participating Pharmacy are covered at the applicable pharmacy cost share.

[5.] extended well child care for children ages 17-18. Services must meet prevailing standards. The care will include:
- a) examination;
- b) history;
- c) appropriate immunizations;
- d) x-ray and laboratory tests; and
- e) blood level screening.

[6.] Maternity care for services in connection with pregnancy.

[7.] Prenatal alpha-fetoprotein screening including services though participation in the California Prenatal Screening Program.

[8.] immunizations. The charge of a Physician for the delivery of an immunization recommended by the Centers for Disease Control. Flu shots administered at a Participating Pharmacy are covered at the applicable pharmacy cost share.

[9.] Family planning. The charges for family planning are covered medical charges. Coverage for Family planning is limited to:
- a) the charge of a Physician for consultation concerning the family planning alternatives available to You and Your spouse or Domestic Partner, including education and counseling on contraception and any related diagnostic tests;
- b) Follow-up services related to contraceptive drugs, devices, products, and procedures, including, but not limited to, management of side effects, counseling for continued adherence, and device insertion and removal.
- c) charges for the following procedures:
  - i. vasectomy;
  - ii. tubal ligation;
  - iii. elective abortion;
  - iv. fertility testing and counseling; and
  - v. diaphragm fitting

SAMPLE

Family planning charges do not include any charges for the following:
- a) artificial insemination;
- b) in vitro fertilization and other procedures involving the eggs; and
- c) implantation of an embryo developed in vitro.

Length of Stay for Mastectomy and Lymph Node Surgical Services

The length of a hospital stay associated with mastectomy or lymph node surgical procedures will be determined by the attending Physician in consultation with the patient, post-surgery, consistent with sound clinical principles and processes. The treating

physician and surgeon is not required to receive prior approval from KPIC in determining the length of hospital stay following these procedures.

Length of Stay for Inpatient Maternity Care
Hospital Confinements in connection with childbirth for the mother or newborn child will not be limited to less than 48 hours following normal vaginal delivery and 96 hours following a Caesarean section, unless, after consultation with the mother, the attending provider, discharges the mother or newborn earlier. Your Physician may order a follow-up visit for You and Your newborn to take place within 48 hours after discharge.

A stay longer than the above may be allowed provided the attending provider obtains authorization for an extended confinement through KPIC's Medical Review Program. In no case will KPIC require that a provider reduce the mother's or child's Hospital Confinement below the allowable minimum cited above.

Benefits for Emergency Services
Emergency Services are covered 24 hours a day, 7 days a week, anywhere in the world. If You have an Emergency Medical Condition, call 911 or go to the nearest emergency room.

If You receive Emergency Care/Services and cannot, at the time of emergency, reasonably reach a Participating Provider, that emergency care rendered during the course of the emergency will be paid for in accordance with the terms of the Group Policy, at benefit levels at least equal to those applicable to treatment by a Participating Providers for emergency care in an amount based on the Usual, Customary, and Reasonable charges in the area where the treatment is provided.

SAMPLE

When Emergency Care Services are obtained from a Non-Participating Provider, the Covered Charges will apply toward satisfaction of the Deductible at the Participating Provider tier, and to the Out-of-Pocket Maximum at both the Participating Provider and Non-Participating Provider tiers. Please refer to the "No Surprise Billing Protections" provision in the **ACCESS TO HEALTH CARE** section of this Certificate for further information. Please refer to the definition of "Maximum Allowable Charge" under the **GENERAL DEFINITIONS** section of this Certificate for a detailed explanation of the amount payable by KPIC for Emergency Services rendered by Non-Participating Providers.

Extension Of Benefits
Except with regard to any Outpatient Drug Benefit that may be provided under the Group Policy, the benefits for the disabling condition of a Covered Person will be extended if:

1. the Covered Person becomes totally disabled while insured for that insurance under the plan; and
2. the Covered Person is still totally disabled on the date this Plan terminates.

The extended benefits will be paid only for treatment of the Injury or disease that causes the total disability. The extension will start on the day that follows the last day for which premiums are paid for the insurance of the Covered Person. It will end on the first of these dates that occurs:

1. the date on which the total disability ends;
2. the last day of the 12 month period that follows the date the total disability starts; or

3. the date on which the Covered Person becomes covered under any plan that: a) replaces this insurance; and b) covers the disabling condition so that benefits are not limited due to the total disability having started before that plan was in effect.

For purposes of this Extension of Benefit provision, a Covered Person other than a dependent minor is totally disabled only if, in the judgment of a Physician, an illness or Injury: a) is expected to result in death or has lasted or is expected to last for a continuous period of at least 12 months; and b) makes the person unable, even with training, education and experience, to engage in any employment or occupation.

For purposes of this Extension of Benefit provision, a Covered Person who is a dependent minor is totally disabled only if, in the judgment of a Physician, an illness or Injury: a) is expected to result in death or has lasted or is expected to last for a continuous period of at least 12 months; and b) makes the person unable to engage in most of the normal activities of persons in good health of like age.

SAMPLE

GENERAL LIMITATIONS AND EXCLUSIONS

Unless specifically stated otherwise in the Group Policy or elsewhere in this Certificate, no payment will be made under any benefit of the plan for Expenses Incurred in connection with the following:

1. Charges in excess of the Maximum Allowable Charge.
2. Services or supplies other than Emergency Services received outside the United States.
3. Treatment, services, or supplies provided by any of the following:
   a) The Covered Person;
   b) The Covered Person's Spouse;
   c) The Covered Person's child, sibling or parent;
   d) The child, sibling or parent of the Covered Person's Spouse; or
   e) Any person who resides in the Covered Person's home.
4. Confinement, treatment, services or supplies received where care is provided at government expense. This exclusion does not apply if: a) there is a legal obligation for the Covered Person to pay for such treatment or service in the absence of coverage; or b) payment is required by law.
5. Dental care and dental x rays; dental appliances; orthodontia; and dental services resulting from medical treatment. This exclusion does not include: 1) Medically Necessary dental or orthodontic services that are an integral part of Reconstructive Surgery for cleft palate procedures; or 2 visits for repairs or treatment of accidental Injury to whole natural teeth when performed/rendered within 12 months following the accident.
6. Cosmetic surgery that is performed to alter or reshape normal structures of the body in order to improve the patient's appearance. This exclusion does not apply to covered Reconstructive services including services related to mastectomy or testicular implants, or prosthetics to replace all or part of an external facial body part or to covered reconstructive surgery services for treating gender dysphoria that are described under the **GENERAL BENEFITS** section.
7. Nonprescription drugs or medicines; vitamins, nutrients and food supplements, even if prescribed or administered by a Physician, except as listed under Preventive Care in the **GENERAL BENEFITS** section.
8. Any treatment, procedure, drug or equipment, or device which is experimental or investigational. This means that one of the following is true:
   - the service is not recognized in accord with generally accepted medical standards as safe and effective for treating the condition in question, whether or not the service is authorized by law or use in testing or other studies on human patients; or
   - the service requires approval by any governmental authority prior to use and such approval has not been granted when the service is to be rendered.

SAMPLE

As described under the Outpatient Prescription Drug Benefits section, this exclusion will not apply to experimental drugs and medicines that are used to treat cancer if one or more of the following conditions is met:

- the drug is recognized for treatment of the Covered Person's particular type of cancer in the United States Pharmacopoeia Drug Information, The American Medical Association Drug Evaluations or the American Hospital Formulary Service Drug Information publication; or
- the drug is recommended for treatment of the Covered Person's particular type of cancer and has been found to be safe and effective in formal clinical studies, the result of which have been published in either the United States or Great Britain.

Please refer to the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section of this Certificate for information about Independent Medical Review related to denied requests for experimental or investigational services.

9. Special education and related counseling or therapy; or care for learning deficiencies or behavioral problems, except as otherwise provided for the treatment of Mental Health and Substance Use Disorders. This exclusion does not apply to covered Habilitative Services as described in the **GENERAL BENEFITS** section.

10. Services, supplies or drugs rendered for the treatment of obesity or weight management, including bariatric surgery, weight loss programs (such as Weight Watchers and OPTIFAST), fitness programs and gym memberships. However, Covered Charges made to diagnose the causes of obesity or Covered Charges made for treatment of diseases causing obesity or resulting from obesity, including screening, diagnostic testing and lab services are covered.

SAMPLE

11. Recreational therapy. This exclusion does not apply to Covered Services that are part of a Behavioral Health Therapy treatment plan and covered under "Mental Health Services" or to covered Habilitative Services as described in the **GENERAL BENEFITS** section.

12. Items and services that are not health care items and services, including those listed below. This exclusion does not apply to Covered Services that are part of a Behavioral Health Therapy treatment plan and covered under "Mental Health Services" or to covered Habilitative Services as described in the **GENERAL BENEFITS** section:
    a) Teaching manners and etiquette
    b) Teaching and support services to develop planning skills such as daily activity planning and project or task planning
    c) Items and services that increase academic knowledge or skills
    d) Teaching and support services to increase intelligence
    e) Academic coaching or tutoring for skills such as grammar, math, and time management
    f) Teaching you how to read, whether or not you have dyslexia
    g) Educational testing
    h) Testing for aptitude, intelligence or interest, except this exclusion does not apply to psychological testing to evaluate a Mental Disorder

i) Teaching art, dance, horse riding, music, play or swimming, except that this exclusion for "teaching play" does not apply to Covered Services that are part of a behavioral health therapy treatment plan and covered under "Behavioral Health Treatment for Pervasive Developmental Disorder or Autism" in the **GENERAL BENEFITS** section

j) Teaching skills for employment or vocational purposes

k) Vocational training or teaching vocational skills

l) Professional growth courses

m) Training for a specific job or employment counseling

n) Aquatic therapy and other water therapy, except that this exclusion for aquatic therapy and other water therapy does not apply to covered physical therapy services that are part of a physical therapy treatment plan and covered under the **GENERAL BENEFITS** section.]

13. Computed tomographic colonography screening (virtual colonoscopy), except when endoscopic colonoscopy screening cannot be safely performed, such as due to anatomical blockage of the colon.

14. Non-surgical treatment of craniomandibular and temporomandibular joint disorders.

15. Confinement, treatment, services or supplies that are required: a) by a court of law; or b) for insurance, travel, employment, school, camp, government licensing, or similar purposes.

SAMPLE

16. Personal comfort items such as telephone, radio, television, or grooming services.

17. Custodial care. Custodial care is: a) assistance with activities of daily living which include, but are not limited to, activities such as walking, getting in and out of bed, bathing, dressing, feeding, toileting and taking drugs; or b) care that can be performed safely and effectively by persons who, in order to provide the care, do not require licensure or certification or the presence of a supervising licensed nurse. This exclusion does not apply to assistance with activities of daily living that is provided as part of covered home health care, hospice care, skilled nursing facility care, or inpatient hospital care.

18. Care in an intermediate care facility. This is a level of care for which a Physician determines the facilities and services of a Hospital or a Skilled Nursing Facility are not Medically Necessary. This exclusion does not apply to Medically Necessary Treatment of a Mental Health or Substance Use Disorder.

19. Routine foot care such as trimming of corns and calluses

20. Confinement or services that are not Medically Necessary or treatment that is not completed in accordance with the attending Physician's orders.

21. Services of a private duty nurse in a Hospital, Skilled Nursing Facility or other licensed medical facility.

22. Medical social services except those services related to discharge planning in connection with: a) a covered Hospital Confinement; b) covered Home Health Care Services; or c) covered Hospice Care.

23. Living expenses or transportation, except as provided under Covered Services.
24. Reversal of sterilization.
25. Services provided in the home other than Covered Services provided through a Home Health Agency.
26. The following Home Health Care services:
    - meals,
    - personal comfort items,
    - housekeeping services.
27. Services received in connection with a surrogacy arrangement except for otherwise Covered Services provided to a Covered Person who is a surrogate. A surrogacy arrangement is one in which a woman (the surrogate) agrees to become pregnant and to surrender the child to another person or persons who intend to raise the child (or children), whether or not the woman receives payment for being a surrogate. Please refer to the "Surrogacy Arrangements" provision under the **GENERAL PROVISIONS** section for information about Your obligations to Us in connection with a surrogacy arrangement, including Your obligation to reimburse Us for any services We cover and to provide information about anyone who may be financially responsible for Covered Services the baby (or babies) receive.
28. Any drug, procedure or treatment for sexual dysfunction regardless of cause, including but not limited to Inhibited Sexual Desire, Female Sexual Arousal Disorder, Female Orgasmic Disorder, Vaginismus, Male Arousal Disorder, Erectile Dysfunction and Premature Ejaculation.
29. Biofeedback or hypnotherapy.
30. Foreign travel immunizations, regardless of age.
31. Health education, including but not limited to: a) stress reduction; b) smoking cessation; c) weight reduction; or d) the services of a dietitian. This exclusion does not apply to services specified as Covered Services under Preventive Care in the **GENERAL BENEFITS** section or elsewhere in this Certificate or Group Policy.
32. Hearing exams; hearing therapy; or hearing aids.
33. Radial keratotomy or any other surgical procedure to treat a refractive error of the eye.
34. Vision services, including routine exams, eye refractions, orthoptics, glasses, contact lenses or the fitting of glasses or contact lenses except for the following:
    a) Eyewear following cataract surgery or eyewear to correct aphakia as described under the **GENERAL BENEFITS** section; and
    b) Benefits provided under the Vision Care Optional Benefit, if so elected by your Group. Please refer to the Schedule of Coverage to determine if Your Group elected the Vision Care Optional Benefit.
35. Services for which no charge is normally made in the absence of insurance.

SAMPLE

36. Fertility preservation services. This exclusion does not apply to fertility preservation services in connection with Medically Necessary Treatment of Mental Health and Substance Use Disorders, including gender dysphoria.

SAMPLE

OPTIONAL OUTPATIENT PRESCRIPTION DRUG BENEFITS, LIMITATIONS AND EXCLUSIONS

To determine if You are covered for the following optional Plan benefits You must refer to the Schedule of Coverage. Limitations and Exclusions are described with the benefit. If the Prescription Drug Benefit is not listed as covered under Your Schedule of Coverage, then the benefit is excluded from coverage.

Prescribed drugs, medicines and supplies purchased from a licensed pharmacy on an outpatient basis are covered provided they: a) can be lawfully obtained only with the written prescription of a Physician or dentist; b) are purchased by Covered Persons on an outpatient basis; c) are covered under the Group Plan; d) do not require administration by medical personnel; and e) do not exceed the maximum daily supply shown in the Schedule of Coverage, except that in no case may the supply be larger than that normally prescribed by a Physician or dentist.

Open Drug Formulary
This Outpatient Prescription Drug Benefit uses an open formulary. Unless specifically excluded under the Plan, all FDA-approved drugs are part of this Plan's open formulary The formulary consists of generic and preferred and non-preferred brand drugs including specialty drugs. To access the Outpatient Prescription Drug Formulary online, please visit https://choiceproducts-california.kaiserpermanente.org/preferred-provider-organization/member-information/pharmacy/.

SAMPLE

All Medically Necessary outpatient prescription drugs are covered, including disposable devices for the administration of a covered outpatient prescription drug, such as spacers and inhalers for the administration of aerosol outpatient prescription drugs, and syringes for self-injectable outpatient prescription drugs that are not dispensed in pre-filled syringes. Please see the "Exception Requests for a drug not on the formulary" subsection below for information on the exception process.

Prior Authorization
Outpatient Prescription Drug Prior authorization is a procedure that is used to encourage safe and cost-effective medication use. Prior authorization is generally applied to drugs that have multiple indications, are high in cost, or have a significant safety concern.

The purpose of prior authorization is to ensure that a Covered Person gets the right medication. This means that when Your licensed prescribing provider prescribes a drug that has been identified as subject to prior authorization, the medication needs to be reviewed by Us to determine Medical Necessity before the prescription is filled. Prior authorization edits address clinical appropriateness, including genomic testing, safety issues, dosing restrictions and ongoing treatment criteria.

If a drug requires prior authorization, your licensed prescribing provider will need to work with Us to pre-approve the drug. Prior authorized drugs have specific clinical criteria that You must meet in order to obtain coverage. Refer to the formulary for a complete list of medications requiring prior authorization. The most current formulary can be obtained by

visiting https://choiceproducts- california.kaiserpermanente.org/preferred-provider-organization/member-information/pharmacy/. If you have questions about prior authorization or about drugs covered You can call 24 hours a day, 7 days a week (closed holidays), at 1-800-788-2949 or 711 (TTY).

The Covered Person or the licensed prescribing provider must notify the Prescription Drug Review Program as follows:

1. The Covered Person or the licensed prescribing provider can also obtain a copy of the request form by calling 1-800-788-2949. Prior authorization requests not made on the prescribed request form shall not be accepted;
2. We will accept the request form through any reasonable means of transmission, including, but not limited to, paper, electronic, or any other mutually accessible method of transmission;
3. Upon receipt of a completed request form, We will notify the licensed prescribing provider within 72 hours for non-urgent requests and within 24 hours if exigent circumstances exist from receipt of a request form, that:
   a) The request is approved; or
   b) The request is disapproved due to:
      i. Not Medically Necessary; or
      ii. Missing material information necessary to determine Medical Necessity; or
      iii. The patient is no longer eligible for coverage; or
      iv. The request is not submitted on the prescribed Request Form and must be resubmitted using the prescribed request form.
4. If We fail to respond within 72 hours for non-urgent requests and within 24 hours if exigent circumstances exist from receipt of a request form from a licensed prescribing provider; the request shall; be deemed to have been approved.
5. In the event, the licensed prescribing provider’s prior authorization request is disapproved:
   a) The notice of disapproval must contain an accurate and clear written explanation of the specific reasons for disapproving the request.
   b) If the request is disapproved due to missing material information necessary to determine Medical Necessity, the notice of disapproval must contain an accurate and clear explanation that specifically identifies the missing material information.
6. The prescription drug prior authorization request shall be deemed approved in the event that:
   a) The notice of disapproval is not sent to the licensed prescribing provider within 72 hours of receipt of a non-urgent request and within 24 hours for exigent circumstances; or
   b) We accept any prescription drug prior authorization form other than the prescribed request form and We did not send timely disapproval.

SAMPLE

7. Notices required to be sent to the Covered Person or to his/her designee or the licensed prescribing provider shall be delivered by Us in the same manner as the request form was submitted to Us, or any other mutually agreeable accessible method of notification.
8. Prescription drug prior authorization procedures conducted electronically through a web portal, or any other manner of transmission mutually agreeable, shall not require the licensed prescribing provider to provide more information than is required by the request form.

Step Therapy Process

Selected prescription drugs require step therapy. The step therapy program encourages safe and cost-effective medication use. Under this program, a "step" approach is required to receive coverage for certain high-cost medications. Refer to the formulary for a complete list of medications requiring step therapy. This means that to receive coverage You may first need to try a proven, cost-effective medication before using a more costly treatment. Treatment decisions are always between You and Your Provider.

The step therapy program is a process that defines how and when a particular drug can be dispensed by requiring the use of one or more prerequisite drugs (1st line agents), as identified through the Covered Person's drug history, prior to the use of another drug (2nd line agent).

Your licensed prescribing provider should prescribe a first-line medication appropriate for Your condition. If Your licensed prescribing provider determines that a first-line drug is not appropriate or effective for You, a second-line drug, may be covered after meeting certain conditions.

SAMPLE

Definitions specific to the Prior Authorization of Outpatient Prescription Drug and Step Therapy provisions:

Exigent circumstances *exists when a Covered Person is suffering from a health condition that may seriously jeopardize the Covered Person's life, health or ability to regain maximum function or when a Covered Person is using a drug while undergoing a current course of treatment.*

Request form *means the prescription drug prior authorization form prescribed by KPIC as set forth under applicable California state law.*

Licensed prescribing provider *shall include a provider authorized to write a prescription pursuant to subdivision (a) of the Business and Professional Code section 4040, to treat a medical condition of a Covered Person.*

Exception Requests

You or Your designated assignee or the licensed prescribing provider may request an exception to the Outpatient Prior Authorization Request and Step Therapy process described above if You are already being treated for a medical condition and currently under medication of a drug subject to prior authorization or step therapy, provided the drug is appropriately prescribed and is considered safe and effective for your condition.

However, further prior authorization may be required for the continued coverage of a prescription drug prescribed pursuant to a prior authorization or step therapy process imposed from a prior insurance policy.

To request a waiver please call: 1-800-788-2949 (MedImpact).

If Your request for a waiver of Outpatient Prescription Drug Prior Authorization or of the step therapy process is denied, altered, or delayed, You have the right to appeal the denial, alteration or delay. Please refer to the **CLAIMS AND APPEALS PROCEDURES** section for a detailed discussion of the grievance and appeals process and the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section for Your right to an Independent Medical Review.

Exception Requests for a Drug Not on the Formulary
You can request an exception to obtain coverage of a drug that is not listed on the formulary by calling MedImpact, KPIC's Pharmacy Benefit Manager ("PBM") at **1-800-788-2949**. Upon receipt of Your request, MedImpact will notify You within 72 hours for non-urgent requests and within 24 hours if urgent circumstances exist, of the request approval or other outcome. (Urgent circumstances exist when an insured is suffering from a health condition that may seriously jeopardize the insured's life, health or ability to regain maximum function or when an insured is using a drug while undergoing a current course of treatment.) If a standard exception request is granted, coverage of the requested drug, including refills, will be granted for the duration of the prescription. If an exception based on urgent circumstances is granted, coverage of the drug will be granted for the duration of the urgency.

SAMPLE

If Your request for an exception for coverage of a drug not listed on the formulary is denied, altered, or delayed, You have the right to appeal the denial, alteration or delay. Please refer to the **CLAIMS AND APPEALS PROCEDURES** section for a detailed discussion of the grievance and appeals process and the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section for Your right to an Independent Medical Review.

Outpatient Prescription Drug Benefits

Covered Charges for outpatient prescription drugs are limited to charges from a licensed pharmacy for:

1. Legend Drugs. Legend Drugs means drugs that are approved by the U.S. Food and Drug Administration (FDA) and that are required by federal or state law to be dispensed to the public only by prescription from a licensed Physician or other licensed provider;
2. Experimental drugs and Medicines if such Experimental drugs that are used to treat cancer if one or more of the following conditions is met:
   a) the drug is recognized for treatment of the Covered Person's particular type of cancer in the United States Pharmacopoeia Drug Information, The American Medical Association Drug Evaluations or the American Hospital Formulary Service Drug Information publication; or
   b) the drug is recommended for treatment of the Covered Person's particular type of cancer and has been found to be safe and effective in formal clinical studies, the result of which have been published in either the United States or Great Britain;
3. Off-label use of covered prescription drugs;

4. Insulin including needles and syringes used for insulin;
5. Disposable blood/urine glucose/acetone testing agents (e.g. Chemstrips, Acetest tablets, Diastix Strips and Test-Tape);
6. The following other pharmacy items:
   a) Disposable blood glucose and ketone urine test strips;
   b) Blood glucose monitors;
   c) Lancets and lancet puncture devices;
   d) Pen delivery systems for the administration of insulin;
   e) Visual aids excluding eyewear to assist in insulin dosing; and,
   f) Peak flow meters
7. Please refer to "Management and treatment of diabetes" under the **GENERAL BENEFITS** section of this Certificate for a list of diabetic equipment and supplies covered under the medical benefit portion of this Plan. Prescriptive medications for the treatment of diabetes;
8. Glucagon;
9. Disposable devices that are Medically Necessary for the use of covered outpatient prescription drugs, including disposable needles and syringes needed for injecting covered drugs and supplements, and inhaler spacers needed to inhale covered drugs;
10. All prescribed FDA-approved contraceptive drugs and devices, including over the counter FDA approved female contraceptive methods when prescribed by a licensed health care professional authorized to prescribe drugs;
11. Continuity drugs. If this Plan is amended to exclude a drug that we had previously been covering and providing to You under this Plan we will continue to be provided if a Your Physician continues to prescribe the drug for the same condition and for a use approved by the federal Food and Drug Administration.
12. Orally administered anti-cancer medications used to kill or slow the growth of cancerous cells.
13. Pain management medications prescribed for a terminally ill patient when Medically Necessary and in accordance with our formulary guidelines. For purposes hereof, a terminally ill patient is any patient whose life expectancy, as determined by a Physician, is not greater than 12 months.

SAMPLE

If a Physician prescribes a Brand Name, Generic or over the counter Prescription Drug and the pharmacy's retail price for the prescription drug is less than the applicable copayment, the insured is not required to pay any more than the retail price.

Limitations

1. Mail Order Service: A Covered Person may use the contracted mail order service if the Covered Person takes maintenance medications to treat an acute or chronic health condition, such as high blood pressure, ulcers or diabetes. Benefits are subject to any limitations, Copayments and deductibles shown in the Schedule of Coverage.

OPTIONAL OUTPATIENT PRESCRIPTION DRUG BENEFITS, LIMITATIONS AND EXCLUSIONS

The prescription drug mail order service is administered by the Mail Order Pharmacy ("Pharmacy") contracted by KPIC's Pharmacy Benefit Manager ("PBM").

The contracted mail order service can give You more information about obtaining refills. For example, not all drugs can be mailed through our mail-order service. Some drugs (for example, drugs that are extremely high cost or require special handling) may not be eligible for mailing. Drugs cannot be mailed outside the United States. Please check with the contracted mail order service if You have a question about whether or not Your prescription is available to be mailed. Items available through our mail-order service are subject to change at any time without notice.

Any prescriptions that are delayed greater than 4 days in facility have upgraded/expedited shipping placed on them at Pharmacy's expense. If at any point the patient states that they are out of medication or running out of medication, Pharmacy may upgrade shipping to Overnight, arrange for short term supply at a local store, or both. Some exclusions may apply depending on medication type (ex. Controlled medications).

Brand Name Prescription Drug and Generic Prescription Drug Rules

1. If the drug prescribed by the Physician is a Generic Prescription Drug – Copayment due for the prescription is that of the Generic Prescription Drug, as shown in the Schedule of Coverage.
2. If the drug prescribed by the Physician is a Generic Drug and the Covered Person prefers a Brand Name Prescription Drug – Copayment due for the prescription is the Brand Name Prescription Drug Copayment as shown in the Schedule of Coverage, plus the cost difference between the Brand Name Prescription Drug and the Generic Prescription Drug.
3. If a Physician prescribes a Brand Name Prescription Drug and orders such prescription as "DISPENSED AS WRITTEN", the copayment due for such prescription is the applicable copayment for a Brand Name Prescription Drug, as shown in the Schedule of Coverage.
4. If a Physician prescribes a Brand Name Prescription Drug and did **not** order such prescription as "DISPENSED AS WRITTEN", and a Generic Prescription Drug is available, but the Covered Person prefers a Generic Prescription Drug, the copayment due for such prescription is the applicable copayment for a Generic Prescription Drug, as shown in the Schedule of Coverage.
5. If a Physician prescribes a Brand Name Prescription Drug and did **not** order such prescription as "DISPENSED AS WRITTEN", and a Generic Prescription Drug is available, but the Covered Person prefers a Brand Name Prescription Drug, the copayment due for such prescription is the applicable copayment for a Brand Name Prescription Drug, as shown in the Schedule of Coverage, plus the cost difference between the Brand Name Prescription Drug and the Generic Prescription Drug.
6. If a Physician prescribes a Brand Name Prescription Drug and did **not** order such prescription as "DISPENSED AS WRITTEN", and a Generic Prescription Drug is **not** available, the copayment due for such prescription is the applicable copayment for a Brand Name Prescription Drug, as shown in the Schedule of Coverage.

SAMPLE

OPTIONAL OUTPATIENT PRESCRIPTION DRUG BENEFITS, LIMITATIONS AND EXCLUSIONS

Exclusions

The following items are excluded from Outpatient Prescription Drug coverage in addition to those set forth in the General Limitations and Exclusions section:

1. Experimental Drugs and Medicines not listed as covered.
2. Drugs or devices that do not require a prescription by law except when over the counter drug coverage is required by law.
3. Charges for the administration of any drug when the drug does not require administration by medical personnel.
4. Weight loss drugs.
5. Any drug for sexual dysfunction regardless of cause, including but not limited to Inhibited Sexual Desire, Female Sexual Arousal Disorder, Female Orgasmic Disorder, Vaginismus, Male Arousal Disorder, Erectile Dysfunction and Premature Ejaculation.

SAMPLE

OPTIONAL BENEFITS, LIMITATIONS AND EXCLUSIONS

To determine if You are covered for the following optional Plan benefits You must refer to the Schedule of Coverage. If the treatment or service is not listed as covered under Your Schedule of Coverage, then the treatment or service is excluded from coverage as provided under the General Exclusions and Limitations Provision of this certificate.

[NOTE: Optional benefits may be presented as separate riders]

[1.] Foreign travel Immunizations, regardless of age

[2.] Hearing exams; hearing therapy; or hearing aids.

[3.] Acupuncture; biofeedback[or hypnotherapy. Please see Your Schedule of Coverage.

[4.] Musculoskeletal therapy involving manual manipulation of the spine to correct subluxation demonstrable by x-ray.

[5.] Radial keratotomy to treat a refractive error of the eye Please see Your Schedule of Coverage.

[6.] Chiropractic and Acupuncture services. Coverage is limited to Medically Necessary chiropractic and acupuncture services authorized and provided by a Participating or Non-Participating Provider. Except for the initial examination, chiropractic benefits are limited to chiropractic services for the treatment or diagnosis of neuromusculoskeletal disorders that are due to subluxation and are treatable by manual manipulation of the spine. [Coverage includes the following chiropractic appliances when prescribed by a chiropractor within the Participating Provider network, up to the Benefit Maximum, if any, indicated in your Schedule of Coverage: elbow supports, back supports (thoracic), cervical collars, cervical pillows, heel lifts, hot or cold packs, lumbar braces and supports, lumbar cushions, orthotics, wrist supports, wrist braces, rib supports, rib braces, home traction units (cervical or lumbar), and ankle braces.] [Please note that you may receive care or treatment from your Chiropractor (such as physical therapy) that is not covered under your optional Chiropractic benefits. Please refer to the General Benefits section in this Certificate for an explanation of your benefits and coverage.

SAMPLE

[7.] Vision services.

1. Coverage for adults (age 19 and older) is limited to an allowance every 24 months towards the cost of routine exams, eye refractions, orthoptics, glasses, contact lenses or the fitting of glasses or contacts.
2. Coverage for children (up to age 19) is provided to a Covered Person until the last day of the month in which the Covered Person turns nineteen years of age and includes the following:
    a) one routine eye exam every 24 months, including refractive exams to determine the need for vision correction and to provide a prescription for eyeglasses or contact lenses; and either:
    b) one pair of lenses (single vision, conventional, or lenticular), one pair of eyeglass frames (limited to standard frames, not including designer or deluxe frames); or safety frames that require prescription safety lenses) every 24 months; or

c) 24-month supply of contact lenses every 24 months (elective or Medically Necessary). Please see Your Schedule of Coverage.

[8.] Treatment for infertility, except in vitro fertilization,] limited to treatment by artificial means for the purpose of causing a pregnancy, such as: a) drugs; b) medicines; c) artificial insemination; d) in vitro fertilization;] e) gamete intrafallopian transfer; f) zygote intrafallopian transfer; g) ovum transplants; h) donor eggs; or i) donor sperm. Treatment must be consistent with prevailing standards for efficacy. Please see Your Schedule of Coverage.

SAMPLE

FEDERAL CONTINUATION OF HEALTH INSURANCE

COBRA
This section only applies to Participating Employers who are subject to Public Law 99-271 (COBRA)

You or a covered dependent may have a right to have health coverage continued under the Policy when coverage terminates under the provisions of the Policy. Continued coverage will be: (A) available only to those Covered Persons who qualify at the time a qualifying event occurs; and (B) subject to the terms and conditions of the Policy.

A child that is born to or placed with an Insured Employee during a period of COBRA coverage is Eligible for coverage as a dependent provided proper written notice and election takes place.

Qualifying Events

A. If Your health insurance coverage ends due to (1) termination of employment; or (2) a reduction in hours, You may continue health coverage under the policy for the continuation of coverage period. The right to continue coverage under this provision will not be allowed if KPIC is informed by the employer that Your employment was terminated due to gross misconduct.

SAMPLE

B. If Your dependent's insurance coverage ends due to: (1) Your death; (2) Your legal divorce or legal separation from Your spouse; or (3) Your child reaching the limiting age for a dependent, the terminated dependent has the option to continue health coverage under the policy for the continuation of coverage period.

C. If You retired from employment with the employer and Your health insurance coverage, or the health insurance coverage of Your dependents, including Your surviving spouse:
   1. is substantially eliminated as a result of the employer's filing of a Title XI bankruptcy; or
   2. was substantially eliminated during the calendar [year] preceding the employer's filing of a Title XI bankruptcy,

   You and Your dependents may continue health coverage under the policy for the continuation of coverage period.

D. If You become entitled to Medicare benefits under Title XVIII of the Social Security Act, Your Medicare ineligible spouse and dependent eligible children may continue health coverage under the policy for the continuation of coverage period.

Continuation Of Coverage Period

"Continuation of coverage period," as used in this provision, means the period of time ending on the earlier of:

1. 18 months following qualifying event (A) except if a qualifying event (B) occurs during this 18 months, the continuation of coverage period will be extended an additional 18 months for a total period of 36 months

2. 36 months following qualifying event (B);or a qualifying event (C):
   a) the date of Your death, at which time Your dependents (other than Your surviving spouse in (i) below) will be entitled to continue coverage on the same basis as if a qualifying event (B) had occurred.
   b) if You died before the occurrence of a qualifying event (C), Your surviving spouse is entitled to lifetime coverage.
3. the end of a 36-month period following an event described in qualifying event (D), without regard to whether that occurrence is a qualifying event, or for any subsequent qualifying event;
4. the date You or Your dependents become covered under any other group coverage providing hospital, surgical or medical benefits, insured or self-insured, which does not contain any limitation with respect to any preexisting condition;
5. the date a Covered Person, other than those provided continuation of coverage under qualifying event (C) becomes entitled to Medicare benefits under Title XVIII of the Social Security Act;
6. the date the employer ceases to provide any group health coverage for its employees;
7. the date any premium for continuation of coverage is not timely paid; or

Requirements
You or Your dependent must notify the employer [within 60 days] of the following qualifying events:

1. the date you and your spouse were legally divorced or legally separated; or
2. the date the coverage for your dependent child ceases due to reaching the limiting age.

SAMPLE

The option of electing continuation of coverage lasts for a [60 day] period which begins to run at the later of either the date of the qualifying event or the date the covered person who would lose coverage due to the qualifying event receives notice of his or her rights to continuation of coverage.

If You or Your dependent elects to continue coverage for the continuation of coverage period, it will be Your/their duty to pay each monthly premium, after the initial payment, to the employer one month in advance. The premium amount will include that part of premium formerly paid by Your employer prior to termination. Premiums for each subsequent month will be paid by You or Your dependent without further notice from the employer.

In any event, KPIC will not be required to provide a continuation of coverage under this provision unless KPIC has received:

1. a written request for continuation, signed by You or Your dependent; and
2. the premium for the period from the termination date to the end of the last month for which Your employer has paid the group premium.

If Your Employer Group's size changes to 19 or fewer employees and Your Employer Group is required to comply with Cal-COBRA, this will not affect You and Your coverage if You were already enrolled in Federal COBRA.

If You (i) have elected COBRA coverage through another health plan available through Your Employer Group, and (ii) elect to receive COBRA coverage through KPIC during an open enrolment, You will be entitled to COBRA coverage only for the remainder, if any, of the maximum coverage period permitted by COBRA, subject to the termination provisions described above.

Extension For Disabled Covered Persons
If Social Security, under its rules, determines that a Covered Person was disabled when a qualifying event set forth in "B" occurred, the 18 month maximum period of continued health coverage for such a qualifying event may be extended 11 months for a total period of 29 months. To obtain that extension, the Covered Person must notify the employer of Social Security's determination before the initial 18 month maximum period ends.

For the continued health coverage of disabled Covered Persons that exceeds 18 months, KPIC may increase the premium it charges by as much as 50%. The employer may require the disabled Covered Persons to pay all or part of that total increased premium.

In no event will continued health coverage extend beyond the first month to begin more than 30 days after Social Security determines that the Covered Person is no longer disabled. The Covered Person must notify the employer within 30 days of the date of such a Social Security determination.

SAMPLE

Extension of Coverage After Exhaustion of COBRA
If a Covered Person has exhausted continuation of coverage under COBRA and the Covered Person was entitled to less than 36 months of COBRA coverage, additional continuation of coverage may be available through Cal COBRA to a maximum of 36 months from the effective date of the COBRA coverage.

Continued Health Coverage From a Prior Plan
Continued health coverage will also be provided if: a) The Policy replaced a prior benefit plan of Your employer or an associated company; and b) a person's continued health coverage under a provision of that prior plan similar to this ended due to the replacement of that prior plan. In such case, that person may obtain continued health coverage under this provision. It will be as though the Policy had been in effect when the qualifying event occurred. But no benefits will be paid under the Policy for health care expenses incurred before its effective date.

Uniformed Services Employment and Reemployment Rights Act (USERRA)
If You are called to active duty in the uniformed services, You may be able to continue Your coverage under this Policy for a limited time after You would otherwise lose eligibility, if required by the federal USERRA law. You must submit a USERRA election form to Your Employer within 60 days after Your call to active duty. Please contact Your Employer to find out how to elect USERRA coverage and how much You must pay Your Employer.

CALIFORNIA REPLACEMENT AND DISCONTINUANCE

Insurance Continued From a Replaced Plan

"Replaced Plan" as used here means a Policyholder's health benefit plan which the Policyholder has replaced, not more than 60 days after its termination, with This Plan.

"Continued Insurance" means the insurance of a Covered Person whose medical coverage under a replaced plan has ceased:

1. due to the replaced plan's termination; or
2. due to a Policyholder's termination of medical coverage under a replaced plan.

Continued Insurance. The effective date of a Covered Person's continued insurance will not be deferred because:

1. a Covered Person is not actively at work on that date; or
2. a dependent is confined in a health care facility on that date;

but, the Covered Person's insurance under the plan will be the same as they would have had under the replaced plan until the date on which that Covered Person is: a) an Insured Employee who is actively at work; or b) a dependent who is not confined in a health care facility.

SAMPLE

Termination of Continued Insurance During Total Disability. The continued insurance of a Covered Person who became totally disabled while covered under a replaced plan will terminate on the earliest of these dates:

1. the date the Covered Person is no longer totally disabled; or
2. the last date of the 12-month period that follows the last day for which premiums were paid for the Covered Person's medical coverage under the replaced plan;

unless the Covered Person is insured as otherwise provided under This Plan.

Limitations and Reductions

1. No benefits will be paid under the plan for Expenses Incurred due to an Injury or disease for which a Covered Person is entitled to an extension of benefits under the replaced plan.
2. Benefits paid under this provision will not be more than the benefits of the replaced plan as they would be paid if the plan had not been replaced.
3. The continued insurance benefits will be reduced by the amounts that are paid under a replaced plan for the same loss or expense.

Policy Termination During Total Disability - Extension of Benefits

The insurance of a Covered Person will be extended if:

1. the Covered Person becomes totally disabled while insured for that insurance under the plan; and

2. the Covered Person is still totally disabled on the date This Plan terminates or on the date the Covered Group ceases to be a Covered Employee.

A Covered Person other than a dependent minor is "totally disabled" only if in the judgment of a Physician, an illness or injury is:

a) expected to result in: death or has lasted or is expected to last for a continuous period of at least 12 months; and
b) makes the person unable, even with training, education and experience, to engage in any employment or occupation.

A Covered Person who is a dependent minor is totally disabled only if, in the judgment of a Physician, an illness or Injury is:

a) expected to result in death or has lasted or is expected to last for a continuous period of at least 12 months; and
b) makes the person unable to engage in most of the normal activities of persons in good health of like age.

SAMPLE

COORDINATION OF BENEFITS

Application

This Coordination of Benefits provision applies when the Covered Person has coverage under more than one Plan. If this provision applies, the benefit determination rules state whether this Plan pays before or after another Plan.

The benefits of this Plan:

1. will not be reduced when this Plan is primary;
2. may be reduced when another Plan is primary and This Plan is secondary. The benefits of This Plan are reduced so that they and the benefits payable under all other Plans do not total more than 100% of the Allowable Expenses during any Calendar Year; and
3. will not exceed the benefits payable in the absence of other coverage.

Order of Benefit Determination Rules

This Plan determines its order of benefits by using the first of the following that applies:

1. General: A Plan that does not coordinate with other Plans is always the primary Plan.
2. Nondependent\Dependent: The benefits of the Plan which covers the person as a Covered Person, or subscriber (other than a dependent) is the primary Plan; the Plan which covers the person as a dependent is the secondary Plan.
3. Dependent Child--Parents Not Separated or Divorced: When This Plan and another Plan cover the same child as a dependent of different parents, benefits for the child are determined as follows:
   a) the primary Plan is the Plan of the parent whose birthday (month and day) falls earlier in the year. The secondary Plan is the Plan of the parent whose birthday falls later in the year.
   b) if both parents have the same birthday, the benefits of the Plan which covered the parent the longer time is the primary Plan; the Plan which covered the parent the shorter time is the secondary Plan
   c) if the other Plan does not have the birthday rule, but has the male\female rule and if, as a result, the Plans do not agree on the order of benefits, the rule in the other Plan will determine the order of benefits.
4. Dependent Child: Separated or Divorced Parents: If two or more Plans cover a person as a dependent child of divorced or separated parents, benefits for the child are determined as follows:
   a) first, the Plan of the parent with custody of the child;
   b) then, the Plan of the spouse or Domestic Partner; of the parent with custody of the child; and
   c) finally, the Plan of the parent without custody of the child.

However, if the specific terms of a court decree state that one parent is responsible for the health care expenses of the child and the entity obligated to pay or provide the benefits of the Plan of that parent has actual knowledge of those terms, that Plan is the primary Plan.

SAMPLE

This paragraph does not apply with respect to any Calendar Year during which any benefits actually paid or provided before the entity has actual knowledge. Also, benefits for the child of a non-custodial parent who is responsible for the health care expenses of the child may be paid directly to the provider, if the custodial parent so requests.

5. Active/Inactive Service: The primary Plan is the Plan which covers the person as a Covered Person who is neither laid off or retired (or as that employee's dependent). The secondary Plan is the Plan which covers that person as a laid off or retired Covered Person (or as that Covered Person's dependent). If the other Plan does not have this rule, and if, as a result, the Plans do not agree on the order of benefits, this rule does not apply.
6. Longer\Shorter Length Of Coverage: If none of the above rules determines the order of benefits. the primary Plan is the Plan which covered a Covered Person, or subscriber the longer time. The secondary Plan is the Plan which covered that person the shorter time.

Effect Of Medicare
This Plan will be primary to Medicare for an active employee and dependent spouse or Domestic Partner; of such active employee. This Plan will not be primary to Medicare if the Covered Person is eligible for Medicare as primary. Any such Covered Person may not continue enrollment under This Plan. Medicare is primary for an insured retiree or the dependent spouse or Domestic Partner; of a retiree age 65 or over; this applies whether or not the retiree or spouse or Domestic Partner; is enrolled in Medicare.

SAMPLE

Covered Person's with Medicare and/or Retirees
This plan is not intended for retirees and most Medicare beneficiaries. If, during the term of this Group Policy, You are or become eligible for Medicare or You retire, the following will apply:

- If You are the Insured Employee and You retire, Your coverage under this Policy will be terminated and You may be eligible to continue membership as described in the "Termination of Membership" section of Your Added Choice Evidence of Coverage
- If federal law requires that Your Group's health care plan be primary and Medicare coverage be secondary, Your coverage under this Policy will be the same as it would be if You had not become eligible for Medicare.
- If none of the above applies to You and You are eligible for Medicare, please ask Your Group's benefits administrator about Your membership options

Reduction In This Plan's Benefits
When the benefits of This Plan are reduced, each benefit is reduced in proportion. It is then charged against any applicable Benefit Maximum of This Plan.

Any benefit amount not paid under This Plan because of coordinating benefits becomes a benefit credit under This Plan. This amount can be used to pay any added Allowable Expenses the Covered Person may incur during the remainder of the Calendar Year, including any Coinsurance payable under This Plan.

COORDINATION OF BENEFITS

Right To Receive And Release Information
Certain facts are needed to coordinate benefits. KPIC may get needed facts from or give them to any other organization or person. KPIC need not tell, or get the consent of any person to do this. Each person claiming benefits under This Plan must give KPIC any facts it needs to pay the claim.

Facility Of Payment
A payment made under another Plan may have included an amount which should have been paid under This Plan. If it does, KPIC may pay that amount to the organization that made the payment. That amount will then be treated as though it were a benefit paid under This Plan. KPIC will not pay that amount again. The term "payment made" includes providing benefits in the form of services. In this case "payment made" means the reasonable cash value of the benefits provided in the form of services.

Right Of Recovery
If the amount of the payments made by KPIC is more than it should have paid, KPIC may recover the excess from one or more of the following:

1. the persons KPIC has paid or for whom it has paid.
2. insurance companies.
3. other organizations.

The "amount of payments made" includes the reasonable cash value of any benefits provided in the form of services.

SAMPLE

Definitions Related to Coordination of Benefits
"Active Service" means that a Covered Person: 1) is present at work with the intent and ability to work the scheduled hours; and 2) is performing in the customary manner the regular duties of his or her employment.

"Allowable Expenses" means the Maximum Allowable Charge for medical or dental care or treatment. Part of the expenses must be covered under at least one of the Plans covering the Covered Person.

"Coordination Of Benefits" means the way benefits are payable under more than one medical or dental plan. Under Coordination of Benefits, the Covered Person will not receive more than the Allowable Expenses for a loss.

"Plan" means any of the following which provides medical or dental benefits or services:

1. This Plan.
2. any group, blanket, or franchise health insurance.
3. a group contractual prepayment or indemnity plan.
4. a health maintenance organization (HMO), whether a group practice or individual practice association.
5. a labor management trustee plan or a union welfare plan.
6. an employer or multi employer plan or employee benefit plan.

7. any government program , including Medicare, as long as benefits under such program are not, by law, excess to this Plan; and they do expand the definition of "Allowable Expenses, as set forth above.
8. insurance required or provided by statute.

Plan does not include any:

1. individual or family policies or contracts.
2. public medical assistance programs including benefits under Medi-Cal or California Crippled Children Services program or any other coverage provided for or required by law when, by law, its benefits are excess to any private insurance or other non-governmental program.
3. group or group type Hospital indemnity benefits of $100 per day or less.
4. school accident type coverages.
5. traditional fault automobile or no-fault automobile policies

The benefits provided by a Plan include those that would have been provided if a claim had been duly made.

"Primary Plan\Secondary Plan" means that when This Plan is primary, its benefits are determined before those of the other Plan; the benefits of the other Plan are not considered. When This Plan is secondary, its benefits are determined after those of the other Plan; its benefits may be reduced because of the other Plan's benefits. When there are more than two Plans, This Plan may be primary as to one and may be secondary as to another.

SAMPLE

CLAIMS AND APPEALS PROCEDURES

This section explains provisions for filing Claims and Appeals arising from decisions made regarding benefit Claims under Your Group Policy.

This section contains the following:

- Definitions of Terms unique to this section
- General Claims and Appeals Provisions
- Internal Claims and Appeals Procedures
    - The Claims Process
    - The Internal Appeals Process
    - Providing Additional Information Regarding Your Claim
    - Pre-service Claims and Appeals
        - Pre-service Claim
        - Non-urgent pre-service Appeal
        - Urgent pre-service Appeal
    - Concurrent Care Claims and Appeals
        - Concurrent-care Claim
        - Non-urgent concurrent care Appeal
        - Urgent concurrent care Appeal
    - Post-Service Claims and Appeals
        - Post-service Claim
        - Post-service Appeal
    - Appeals of retroactive coverage termination (rescission)
        - Help With Your Appeal
- External Review

SAMPLE

A. Definitions Related to Claims and Appeals Procedures

NOTE: For purposes of this **CLAIMS AND APPEALS PROCEDURES** section, the term "Medically Necessary" refers to both "Medically Necessary" and "Medically Necessary Treatment of Mental Health and Substance Use Disorders" as these terms are defined under the **GENERAL DEFINITIONS** section.

The following terms have the following meanings when used in this **CLAIMS AND APPEALS PROCEDURES** section:

Claim means a request for us to:

1. provide or pay for a Covered Service that You have not received (pre-service claim);
2. continue to provide or pay for a Covered Service that You are currently receiving (concurrent care claim); or

3. pay for a Covered Service that You have already received (post-service claim)

Appeal means a request for us to review our initial Adverse Benefit Determination.

Adverse Benefit Determination means our decision to do any of the following:

1. deny Your Claim, in whole or in part, including but not limited to, reduction of benefits or a failure or refusal to cover an item or service resulting from a determination that an expense is:
   a) experimental or investigational;
   b) not Medically Necessary or appropriate.
2. terminate Your coverage retroactively except as the result of non-payment of premiums (also known as rescission),
3. deny Your (or, if applicable, Your dependent's) application for individual plan coverage, or
4. uphold our previous Adverse Benefit Determination when You Appeal.

If You miss a deadline for making a Claim or Appeal, we may decline to review it.

Except when simultaneous external review can occur, You must exhaust the internal claims and appeals procedure (as described below in this **CLAIMS AND APPEALS PROCEDURES** section) for Your Claim before You can request external review or seek judicial relief.

SAMPLE

B. General Claims and Appeals Provisions

Questions about claims

For assistance with questions regarding claims filed with KPIC, please have Your ID Card available when You call our toll free number: 1-800-788-0710 (TTY 711) or You may write to the addresses listed below. Claim forms are available upon request from the Administrator.

Claims under this Policy will be administered by:

For Southern California:
KFHP Claims Department
P.O. Box 7004
Downey, CA 90242-7004
Member Services
1-800-788-0710

For Northern California
KFHP Claims Department
P.O. Box 12923
Oakland, CA 94604-2923
Member Services
1-800-788-0710

CLAIMS AND APPEALS PROCEDURES

Participating Provider Claims
If You receive services from a Participating Provider, that provider will file the claims on Your behalf. Benefits will be paid to the provider. You need to pay only Your Deductible, if any, and any Coinsurance or Copayment.

Upon receipt of due written Proof of Loss, unless the Covered Person has asked Us not to do so, KPIC may pay all or any part of the benefits provided by the Group Policy directly to the service provider. Any such payment made by KPIC in good faith will fully discharge KPIC's obligation to the extent of the payment.

Any benefits for health expenses for covered medical transportation services are payable to the provider of these services. No benefits are payable to the Covered Person to the extent benefits for the same expenses are paid to the provider.

Notice of Claim
You must give us written notice of claim within 20 days after the occurrence or commencement of any loss covered by this Policy, or as soon as reasonably possible. You may give notice or may have someone do it for You. The notice should give Your name and Your Medical Record Number shown in Your Schedule of Coverage. The notice should be mailed to our Administrator at:

For Southern California:
KFHP Claims Department
P.O. Box 7004
Downey, CA 90242-7004
Member Services
1-800-788-0710

SAMPLE

For Northern California
KFHP Claims Department
P.O. Box 12923
Oakland, CA 94604-2923
Member Services
1-800-788-0710

Claim Forms
When we receive Your notice of claim, we will send You forms for filing Proof of Loss. If we do not send You these forms within 15 days after receipt of Your notice of claim, You shall be deemed to have complied with the Proof of Loss requirements by submitting written proof covering the occurrence, character and extent of the loss, within the time limit stated in the Proof of Loss section.

Proof of Loss
You must give us written Proof of Loss, in the case of a claim for loss for which this Policy provides any periodic payment contingent upon continuing loss, within 90 days after the termination of the period for which we are liable. For any other loss, You must furnish

written proof within 90 days after the date of such loss. If it is not reasonably possible to give us this timely proof, we will not reduce or deny Your claim if proof is filed with us as soon as reasonably possible. In any event, proof must be furnished within 12 months from the time proof is otherwise required, unless legal capacity is absent.

"Proof of Loss" means sufficient information to allow KPIC or its Administrator to decide if a claim is payable under the terms of the Policy. The information needed to make this determination may include but is not limited to: reports of investigations concerning fraud and misrepresentation, necessary consent forms, releases and assignments, medical records, information regarding provider services, information regarding medical necessity or other necessary information requested by KPIC.

Time for Payment of Claims

Subject to due written Proof of Loss, all indemnities for loss for which this policy provides payment will be paid to the Covered Person as they accrue and any balance remaining unpaid at termination of the period of liability will be paid to the Insured Employee immediately, but no later than 30 days upon receipt of due written proof.

Payment of Claims

Subject to any written direction of the Covered Person in an application or otherwise all or a portion of any indemnities provided by this Policy on account of hospital, nursing, medical or surgical service may, at the Covered Person's option, and unless the Covered Person requests otherwise in writing not later than the time for filing Proof of Loss, be paid directly to the hospital or person rendering such services, but it is not required that the service be rendered by a particular hospital or person.

SAMPLE

Contested Claims

If KPIC is unable to pay Your claim after receiving proper Proof of Loss, KPIC will notify You of any contest to or denial of the claim within 30 working days of the date the Proof of Loss was received by KPIC. The written notice will specify:

1. the parts of the claim that are being contested or denied;
2. the reasons the claim is being contested or denied; and
3. the pertinent provisions of the Group Policy on which the contest or denial is based.

If the Covered Person is dissatisfied with the result of the review, the Covered Person may file an appeal.

Please refer to the **Internal Claims and Appeals Procedures** subsection under this section for specific provisions for filing an appeal for each type of Claim (Pre-service; Concurrent, and Post Service) in cases of any Adverse Benefit Determination.

Right of Recovery for Overpayment

KPIC will not withhold any portion of a claim payment on the basis that the sum withheld is an adjustment or correction for an overpayment made on a prior claim unless:

1. KPIC's files contain clear, documented evidence of an overpayment and written authorization from the claimant or assignee, if applicable, permitting such withholding procedure; or
2. KPIC's files contain clear, documented evidence of all of the following:
   a) The overpayment was erroneous under the provisions of the Policy;
   b) The error which resulted in the payment is not a mistake of the law;
   c) KPIC notified the claimant within 6 months of the date of the error, except that in instances of errors prompted by representations or nondisclosure of claimants or third parties, KPIC notified the claimant within 15 calendar days after the date of discovery of such error. For the purpose of this provision, the date of the error is the day on which the draft for benefits is issued; and
   d) Such notice states clearly the cause of the error and the amount of the overpayment; however,
   e) The procedure set forth above will not be used if the overpayment is the subject of a reasonable dispute as to facts.

With each payment, KPIC will provide to the claimant and assignee, if any, an explanation of benefits which shall include, if applicable, the provider's name or service covered, dates of service, and a clear explanation of the computation of benefits. In the case of an Adverse Benefit Determination, it will also include a notice that will tell You why We denied Your claim and will include information regarding the mandatory appeals rights, including external review, that may be available to You.

SAMPLE

For Southern California:
KFHP Claims Department
P.O. Box 7004
Downey, CA 90242-7004
Member Services
1-800-788-0710

For Northern California
KFHP Claims Department
P.O. Box 12923
Oakland, CA 94604-2923
Member Services
1-800-788-0710

Time Limitations

If any time limitation provided in the plan for giving notice of claims, or for bringing any action at law or in equity, is less than that permitted by the applicable law, the time limitation provided in the plan is extended to agree with the minimum permitted by the applicable law.

Legal Action
No legal action may be brought to recover on this Policy before 60 days from the date written Proof of Loss has been given to us as required under the Proof of Loss section. No such action may be brought more than 3 years after the date written proof of loss is given to us. KPIC will review Claims and Appeals, and we may use medical experts to help us review them.

Language and Translation Assistance
If we send You an Adverse Benefit Determination at an address in a county where a federally mandated threshold language applies, then Your notice of Adverse Benefit Determination will include a notice of language assistance (oral translation) in that threshold language. A threshold language applies to a county if at least, 10% of the population is literate only in the same federally mandated non-English language. You may request language assistance with Your Claim and/or Appeal by calling the number on Your ID card or 1-800-788-0710.

If we send You an Adverse Benefit Determination at an address in a county where a federally mandated threshold language applies, then You may request translation of that notice into the applicable threshold language. A threshold language applies to a county if at least, 10% of the population is literate only in the same federally mandated non-English language. You may request translation of the notice by calling the number on Your ID card or 1-800-788-0710.

SAMPLE

Appointing a Representative
If You would like someone to act on Your behalf regarding Your Claim or Appeal, You may appoint an authorized representative. You must make this appointment in writing. Please include Your representative’s name, address and telephone contact information with Your Appeal or You can call 1-888-788-0710 (TTY 711) to request an Authorized Representative Form. You must pay the cost of anyone You hire to represent or help You.

Kaiser Permanente Insurance Company
Attn: KPIC Operations
Grievance and Appeals Coordinator
1800 Harrison Street, 20th Floor
Oakland, CA 94612

Help with Your Claim and/or Appeal
You may also contact the:

California Department of Insurance
Office of the Ombudsman
300 Capitol Mall, Suite 1600
Sacramento, CA 95814
Consumer Phone: (916) 492-3545
E-mail: Ombudsman@insurance.ca.gov

California Department of Insurance
Consumer Communications Bureau
300 South Spring Street, 14th Floor
Los Angeles, CA 90013
Phone: (800) 927-4357 or (213) 897-8921
TDD Number: (800) 482-4833
http://www.insurance.ca.gov

Reviewing Information Regarding Your Claim
If You want to review the information that we have collected regarding Your Claim, You may request, and we will provide without charge, copies of all relevant documents, records, and other information. You also have the right to request any diagnosis and treatment codes and their meanings that are the subject of Your Claim. If You have questions about the codes contained in the Explanation of Benefits and how the claims were paid with respect to those codes, You may call 1-800-788-0710 (TTY 711).

Sharing Additional Information That We Collect
We will send You any additional information that we collect in the course of Your Appeal. If we believe that Your Appeal of our initial Adverse Benefit Determination will be denied, then before we issue our final Adverse Benefit Determination we will also share with You any new or additional reasons for that decision. We will send You a letter explaining the new or additional information and/or reasons and inform You how You can respond to the information in the letter if You choose to do so. If You do not respond before we must make our final decision, that decision will be based on the information already in Your Claim file.

SAMPLE

C. Internal Claims and Appeals Procedures
The Claims Process
There are several types of Claims, and each has a different procedure for sending Your Claim to us as described below in this Internal Claims and Appeals Procedures subsection:

- Pre-service Claims (urgent and non-urgent)
- Concurrent care Claims (urgent and non-urgent)
- Post-service Claims

The Internal Appeals Process
In order to afford You the opportunity for a full and fair review of an Adverse Benefit Determination, the Policyholder has designated KPIC as the “named fiduciary” for appeals arising under the Group Policy. In addition, there are separate Appeals procedures for Adverse Benefit Determinations due to a retroactive termination of coverage (rescission).

If We deny Your Claim (Post Service, Pre-service or Concurrent Claims), in whole or in part, You have the right to request an Appeal of such decision. The internal Appeals process is described below. Additionally, our Adverse Benefit Determination notice will tell You why We denied Your claim and will include information regarding the mandatory appeal rights, including external review, that may be available to You. We must receive Your review request within 180 days of Your receiving Our Adverse Benefit Determination. Please note

that We will count the 180 days starting 5 business days from the date of the notice to allow for delivery time, unless You can prove that You received the notice after that 5 business day period.

Providing Additional Information Regarding Your Claim
When You Appeal, You may send us additional information including comments, documents, and additional medical records that You believe support Your Claim. If we asked for additional information and You did not provide it before we made our initial decision about Your Claim, then You may still send us the additional information so that we may include it as part of our review of Your Appeal. Please send all additional information to:

Kaiser Permanente Insurance Company (KPIC)
KPIC Appeals
P.O. Box 939001
San Diego, CA 92193-9001
Phone: 1-800-788-0710
Fax: 1-855-414-2318

When You Appeal, You may give testimony in writing or by telephone. Please send Your written testimony to:

SAMPLE

Kaiser Permanente Insurance Company (KPIC)
KPIC Appeals
P.O. Box 939001
San Diego, CA 92193-9001
Phone: 1-800-788-0710
Fax: 1-855-414-2318

We will add the information that You provide through testimony or other means to Your Claim file and we will review it without regard to whether this information was submitted and/or considered in our initial decision regarding Your Claim.

Pre-service Claims and Appeals. Pre-service Claims are requests that we provide or pay for a Service that You have not yet received. Failure to receive authorization before receiving a service that must be authorized or precertified in order to be a covered benefit may be the basis of reduction of Your benefits or for our denial of Your pre-service Claim or a post-service Claim for payment. If You receive any of the Covered Services You are requesting before we make our decision, Your pre-service Claim or Appeal will become a post-service Claim or Appeal with respect to those services. If You have any general questions about pre-service Claims or Appeals, please call 1-888-251-7052.

Following are the procedures for filing a pre-service Claim, a non-urgent pre-service Appeal, and an urgent pre-service Appeal.

CLAIMS AND APPEALS PROCEDURES

- **Pre-service Claim**
  - Send Your request in writing to us that You want to make a Claim for us to provide or pay for a Covered Service You have not yet received. Your request and any related documents You give us constitute Your Claim. You must either mail or fax Your Claim to Us at:

    Permanente Advantage Appeals Department
    8954 Rio San Diego Drive, 4th Floor, Ste 406
    San Diego, CA 92108
    Phone: 1-888-525-1553
    Fax: 1-866-338-0266

  - If You want us to consider Your pre-service Claim on an urgent basis, Your request should tell us that. We will decide whether Your Claim is urgent or non-urgent unless Your attending health care provider tells us Your Claim is urgent. If we determine that Your Claim is not urgent, we will treat Your Claim as non-urgent. Generally, a Claim is urgent only if using the procedure for non-urgent Claims (a) could seriously jeopardize Your life, health, or ability to regain maximum function, or (b) would, in the opinion of a physician with knowledge of Your medical condition, subject You to severe pain that cannot be adequately managed without the Covered Services You are requesting.
  - We will review Your Claim and, if we have all the information we need, we will make a decision within a reasonable period of time but not later than 5 days after we receive Your Claim. We may extend the time for making a decision for an additional 5 days if circumstances beyond our control delay our decision, if we notify You prior to the expiration of the initial 5 day period. If we tell You we need more information, we will ask You for the information within the initial 5 day decision period, and we will give You 45 days to send the information. We will make a decision within 5 days after we receive the first piece of information (including documents) we requested. We encourage You to send all the requested information at one time, so that we will be able to consider it all when we make our decision. If we do not receive any of the requested information (including documents) within 45 days after we send our request, we will make a decision based on the information we have within 5 days following the end of the 45 day period. We will send written notice of our decision to You and, if applicable to Your provider.
  - If Your pre-service Claim was considered on an urgent basis, we will notify You of our decision orally or in writing within a timeframe appropriate to Your clinical condition but not later than 72 hours after we receive Your Claim. Within 24 hours after we receive Your Claim, we may ask You for more information. We will notify You of our decision within 48 hours of receiving the first piece of requested information. If we do not receive any of the requested information, then we will notify You of our decision within 48 hours after making our request. If we notify You of our decision orally, we will send You written confirmation within 3 days after that.

SAMPLE

- If we deny Your Claim (if we do not agree to provide or pay for all the Covered Services You requested), our Adverse Benefit Determination notice will tell You why we denied Your Claim and how You can Appeal.

- **Non-urgent pre-service Appeal**
  - Within 180 days after You receive our Adverse Benefit Determination notice, You must tell us in writing that You want to Appeal our denial of Your pre-service Claim. Please include the following: (1) Your name and Medical Record Number, (2) Your medical condition or relevant symptoms, (3) the specific Service that You are requesting, (4) all of the reasons why You disagree with our adverse benefit denial, and (5) all supporting documents. Your request and the supporting documents constitute Your Appeal. You must either mail or fax Your Appeal to:

Permanente Advantage Appeals Department
8954 Rio San Diego Drive, 4th Floor, Ste 406
San Diego, CA 92108
Phone: 1-888-251-7052
Fax: 1-866-338-0266

  - We will review Your Appeal and send You a written decision within 30 days after we receive Your Appeal.
  - If we deny Your Appeal, our Adverse Benefit Determination notice will tell You why we denied Your Appeal and will include information regarding any further process, including external review, that may be available to You.

SAMPLE

- **Urgent pre-service Appeal**
  - Tell us that You want to urgently Appeal our Adverse Benefit Determination regarding Your pre-service Claim. Please include the following: (1) Your name and Medical Record Number, (2) Your medical condition or symptoms, (3) the specific Service that You are requesting, (4) all of the reasons why You disagree with our Adverse Benefit Determination, and (5) all supporting documents. Your request and the supporting documents constitute Your Appeal. You must send Your appeal to:

Permanente Advantage Appeals Department
8954 Rio San Diego Drive, 4th Floor, Ste 406
San Diego, CA 92108
Phone: 1-888-251-7052
Fax: 1-866-338-0266

To file an oral appeal, call: 1-888-251-7052

  - When You send Your Appeal, You may also request simultaneous external review of our initial Adverse Benefit Determination. If You want simultaneous external review, Your Appeal must tell us this. You will be eligible for the simultaneous external review only if Your pre-service Appeal qualifies as urgent. If You do not request simultaneous external review in Your Appeal, then You may be able to request external review after we make our decision regarding Your Appeal (see

"External Review" provision under in this **CLAIMS AND APPEALS PROCEDURES** section), if our internal appeal decision is not in Your favor.

- We will decide whether Your Appeal is urgent or non-urgent unless Your attending health care provider tells us Your Appeal is urgent. If we determine that Your Appeal is not urgent, we will treat You Appeal as non-urgent. Generally, an Appeal is urgent only if using the procedure for non-urgent Claims or Appeals (a) could seriously jeopardize Your life, health, or ability to regain maximum function, or (b) would, in the opinion of a physician with knowledge of Your medical condition, subject You to severe pain that cannot be adequately managed without the Services You are requesting.
- We will review Your Appeal and give You oral or written notice of our decision as soon as Your clinical condition requires, but not later than 72 hours after we received Your Appeal. If we notify You of our decision orally, we will send You a written confirmation within 3 days after that.
- If we deny Your Appeal, our Adverse Benefit Determination notice will tell You why we denied Your Appeal and will include information regarding any further process, including external review, that may be available to You.

Concurrent Care Claims and Appeals. Concurrent care Claims are requests that KPIC continue to provide, or pay for, an ongoing course of covered treatment to be provided over a period of time or number of treatments, when the course of treatment already being received is scheduled to end. If You have any general questions about concurrent care Claims or Appeals, please call 1-888-525-1553.

SAMPLE

If we either (a) deny Your request to extend Your current authorized ongoing care (Your concurrent care Claim) or (b) inform You that authorized care that You are currently receiving is going to end early and You Appeal our Adverse Benefit Determination at least 24 hours before Your ongoing course of covered treatment will end, then during the time that we are considering Your Appeal, You may continue to receive the authorized Covered Services. If You continue to receive these Covered Services while we consider Your Appeal and Your Appeal does not result in our approval of Your concurrent care Claim, then You will have to pay for the Services that we decide are not covered.

Here are the procedures for filing a concurrent care Claim, a non-urgent concurrent care Appeal, and an urgent concurrent care Appeal:

- **Concurrent Care Claim**
  - Tell us in writing that You want to make a concurrent care Claim for an ongoing course of covered treatment. Inform us in detail of the reasons that Your authorized ongoing care should be continued or extended. Your request and any related documents You give us constitute Your Claim. You must mail Your Claim to us at:

Permanente Advantage Appeals Department
8954 Rio San Diego Drive, 4th Floor, Suite 406

San Diego, CA 92108
Phone: 1-888-525-1553
Fax: 1-866-338-0266

- If You want us to consider Your Claim on an urgent basis and Your contact us at least 24 hours before Your care ends, You may request that we review Your concurrent Claim on an urgent basis. We will decide whether Your Claim is urgent or non-urgent unless Your attending health care provider tells us Your Claim is urgent. If we determine that Your Claim is not urgent, we will treat Your Claim as non-urgent. Generally, a Claim is urgent only if using the procedure for non-urgent Claims (a) could seriously jeopardize Your life, health or ability to regain maximum function, or (b) would, in the opinion of a physician with knowledge of Your medical condition, subject You to severe pain that cannot be adequately managed without extending Your course of covered treatment.
- We will review Your Claim, and if we have all the information we need we will make a decision within a reasonable period of time. If You submitted Your Claim 24 hours or more before Your care is ending, we will make our decision before Your authorized care actually ends. If Your authorized care ended before You submitted Your Claim, we will make our decision but no later than 5 days after we receive Your Claim. We may extend the time for making a decision for an additional 5 days if circumstances beyond our control delay our decision, if we send You notice before the initial 5 day decision period ends. If we tell You we need more information, we will ask You for the information before the initial decision period ends, and we will give You until Your care is ending or, if Your care has ended, 45 days to send us the information. We will make our decision as soon as possible, if Your care has not ended, or within 5 days after we first receive any information (including documents) we requested. We encourage You to send all the requested information at one time, so that we will be able to consider it all when we make our decision. If we do not receive any of the requested information (including documents) within the stated timeframe after we send our request, we will make a decision based on the information we have within the appropriate timeframe, not to exceed 5 days following the end of the timeframe we gave You for sending the additional information.
- We will send written notice of our decision to You and, if applicable to Your provider.
- If we consider Your concurrent Claim on an urgent basis, we will notify You of our decision orally or in writing as soon as Your clinical condition requires, but not later than 24 hours after we received Your Appeal. If we notify You of our decision orally, we will send You written confirmation within 3 days after receiving Your Claim.
- If we deny Your Claim (if we do not agree to provide or pay for extending the ongoing course of treatment), our Adverse Benefit Determination notice will tell You why we denied Your Claim and how You can Appeal.

SAMPLE

- **Non-urgent Concurrent Care Appeal**
  - Within 180 days after You receive our Adverse Benefit Determination notice, You must tell us in writing that You want to Appeal our Adverse Benefit Determination. Please include the following: (1) Your name and Medical Record Number, (2) Your medical condition or symptoms, (3) the ongoing course of covered treatment that You want to continue or extend, (4) all of the reasons why You disagree with our Adverse Benefit Determination, and (5) all supporting documents. Your request and all supporting documents constitute Your Appeal. You must mail Your Appeal to:

    Permanente Advantage Appeals Department
    8954 Rio San Diego Drive, 4th Floor, Ste 406
    San Diego, CA 92108
    Phone: 1-888-525-1553
    Fax: 1-866-338-0266

  - We will review Your Appeal and send You a written decision as soon as possible if You care has not ended but not later than 30 days after we receive Your Appeal.
  - If we deny Your Appeal, our Adverse Benefit Determination decision will tell You why we denied Your Appeal and will include information about any further process, including external review, that may be available to You.

- **Urgent Concurrent Care Appeal**
  - Tell us that You want to urgently Appeal our Adverse Benefit Determination regarding Your urgent concurrent Claim. Please include the following: (1) Your name and Medical Record Number, (2) Your medical condition or symptoms, (3) the ongoing course of covered treatment that You want to continue or extend, (4) all of the reasons why You disagree with our Adverse Benefit Determination, and (5) all supporting documents. Your request and the supporting documents constitute Your Appeal.
  - Call our Expedited Review Unit toll free at 1-888-987-7247 (TTY users call 1-800-777-1370), which is available Monday through Saturday from 8:30 a.m. to 5 p.m. After hours, You may leave a message and a representative will return Your call the next business day
  - Send Your written request to:

    Permanente Advantage Appeals Department
    8954 Rio San Diego Drive, 4th Floor, Suite 406
    San Diego, CA 92108
    Phone: 1-888-525-1553
    Fax: 1-866-338-0266

    To file an oral appeal, call: 1-888-525-1553

  - When You send Your Appeal, You may also request simultaneous external review of our Adverse Benefit Determination. If You want simultaneous external review, Your Appeal must tell us this. You will be eligible for the simultaneous external

SAMPLE

review only if Your concurrent care Claim qualifies as urgent. If You do not request simultaneous external review in Your Appeal, then You may be able to request external review after we make our decision regarding Your Appeal (see **"External Review"** provision under this **CLAIMS AND APPEALS PROCEDURES** section).

- We will decide whether Your Appeal is urgent or non-urgent unless Your attending health care provider tells us Your Appeal is urgent. If we determine that Your Appeal is not urgent, we will treat You Appeal as non-urgent. Generally, an Appeal is urgent only if using the procedure for non-urgent Appeals (a) could seriously jeopardize Your life, health, or ability to regain maximum function, or (b) would, in the opinion of a physician with knowledge of Your medical condition, subject You to severe pain that cannot be adequately managed without continuing Your course of covered treatment.
- We will review Your Appeal and notify You of our decision orally or in writing as soon as Your clinical condition requires, but no later than 72 hours after we receive Your Appeal. If we notify You of our decision orally, we will send You a written confirmation within 3 days after that.
- If we deny Your Appeal, our Adverse Benefit Determination notice will tell You why we denied Your Appeal and will include information about any further process, including external review, that may be available to You.

SAMPLE

<u>Post-Service Claims and Appeals.</u> Post-service Claims are requests that we for pay for services You already received. If You have any general questions about post-service Claims or Appeals, please call 1-800-788-0710 (TTY 711).

Here are the procedures for filing a post-service Claim and a post-service Appeal:

- **<u>Post-service Claim</u>**
  - In accordance with the provisions of the **Notice of Claim** subsection of this **CLAIMS AND APPEALS PROCEDURES** section of this Certificate, Within 20 days after the date You received or paid for the Services, or as soon as reasonably possible, You must mail Us a Notice of Claim for the Covered Services for which You are requesting payment. The Notice should contain the following: (1) the date You received the Covered Services, (2) where You received them, (3) who provided them, and (4) why You think we should pay for the Covered Services. You must include a copy of the bill and any supporting documents. Your letter and the related documents constitute Your Claim. You must mail the Notice to our Administrator at:

For Southern California:
KFHP Claims Department
P.O. Box 7004
Downey, CA 90242-7004
Member Services
1-800-788-0710

For Northern California
KFHP Claims Department
P.O. Box 12923
Oakland, CA 94604-2923
Member Services
1-800-788-0710

- We will review Your Claim, and if we have all the information we need we will send You a written decision within 30 days after we receive Your Claim. We may extend the time for making a decision for an additional 15 days if circumstances beyond our control delay our decision, if we notify You within 30 days after we receive Your Claim. If we tell You we need more information, we will ask You for the information before the end of the initial 30 day decision period ends, and we will give You 45 days to send us the information. We will make a decision within 15 days after we receive the first piece of information (including documents) we requested. We encourage You to send all the requested information at one time, so that we will be able to consider it all when we make our decision. If we do not receive any of the requested information (including documents) within 45 days after we send our request, we will make a decision based on the information we have within 15 days following the end of the 45 day period.
- If we deny Your Claim (if we do not pay for all the Services You requested), our Adverse Benefit Determination notice will tell You why we denied Your Claim and how You can Appeal.

SAMPLE

- **Post-service Appeal**
  - Within 180 days after You receive our Adverse Benefit Determination, tell us in writing that You want to Appeal our denial of Your post-service Claim. Please include the following: (1) Your name and Medical Record Number, (2) Your medical condition or symptoms, (3) the specific Covered Services that You want us to pay for, (4) all of the reasons why You disagree with our Adverse Benefit Determination, and (5) include all supporting documents. Your request and the supporting documents constitute Your Appeal. You must either mail or fax Your Appeal to:

Kaiser Permanente Member Relations Appeals
PO Box 1809
Pleasanton, CA 94566
Phone: 1-800-788-0710
Fax: 1-888-987-2252

  - We will review Your Appeal and send You a written decision within 30 days after we receive Your Appeal.
  - If we deny Your Appeal, our Adverse Benefit Determination will tell You why we denied Your Appeal and will include information regarding any further process, including external review, that may be available to You.

Appeals of retroactive coverage termination (rescission). We may terminate Your coverage retroactively (see **D. Rescission for Fraud or Intentional Misrepresentation** provision under **the ELIGIBILITY, EFFECTIVE DATE, AND TERMINATION DATE** section). We will send You written notice at least 30 days prior to the termination. If You have general questions about retroactive coverage terminations or Appeals, please write to:

Kaiser Permanente Member Relations Appeals
P.O Box 1809
Pleasanton, CA 94566

Here is the procedure for filing an Appeal of a retroactive coverage termination:

- **Appeal of retroactive coverage termination**
  - Within 180 days after You receive our Adverse Benefit Determination that Your coverage will be terminated retroactively, You must tell us in writing that You want to Appeal our termination of Your coverage retroactively. Please include the following: (1) Your name and Medical Record Number, (2) all of the reasons why You disagree with our retroactive coverage termination, and (3) all supporting documents. Your request and the supporting documents constitute Your Appeal. You must mail Your Appeal to:

    Kaiser Permanente Member Relations Appeals
    P.O Box 1809
    Pleasanton, CA 94566

  - We will review Your Appeal and send You a written decision within 60 days after we receive Your Appeal.
  - If we deny Your Appeal, our Adverse Benefit Determination notice will tell You why we denied Your Appeal and will include information regarding any further process, including external review, that may be available to You.

SAMPLE

- **Help With Your Appeal**

You may contact the state ombudsman:

California Department of Insurance
Office of the Ombudsman
300 Capitol Mall, Suite 1600
Sacramento, CA 95814
Consumer Phone: (916) 492-3545
E-mail: ombudsman@insurance.ca.gov

D. External Review

If You are dissatisfied with Our final internal adverse benefit determination, You may have a right to request an external review by an independent third-party when our final adverse benefit determination: (1) relies on medical judgment (including but not limited to medical necessity, appropriateness, health care setting, level of care, or effectiveness of a benefit); (2) concludes that a treatment is experimental or investigation; (3) concludes that parity

exists in the non-quantitative treatment limitations applied to behavioral health care (mental health and/or substance abuse) benefits; (4) involves consideration of whether We are complying with federal law requirements regarding balance (surprise) billing and/or cost sharing protections pursuant to the No Surprises Act (Public Health Service Act sections 2799A-1 and 2799A-2 and 45 C.F.R. §§149.110 --149.130); or, (5) involves a decision related to rescission of your coverage. For more information about how to obtain this review, please call the KPIC toll free number at: 1-800-788-0710 or call the:

California Department of Insurance
1-800-927-HELP
(1-800-927-4357)
TDD: 1-800-482-4TDD
(1-800-482-4833)

The Covered Person may write the California Department of Insurance at:

California Department of Insurance
Consumer Communications Bureau
300 S. Spring Street
Los Angeles, CA 90013

Or You can log in to the California Department of Insurance website at:
www.insurance.ca.gov

Except when external review is permitted to occur simultaneously with Your urgent pre-service Appeal or urgent concurrent care Appeal, You must exhaust Our internal claims and Appeals procedure for Your Claim before You may request external review unless We have failed to comply with federal requirements regarding Our Claims and Appeals procedures.

SAMPLE

If the external reviewer overturns Our decision with respect to any Covered Service, We will provide coverage or payment for that Covered Service as directed.

Please refer to the **YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW** section for a more detailed explanation of Your right to an External Review.

If You miss a deadline for making a Claim or Appeal, We may decline to review it.

You may have certain additional rights if You remain dissatisfied after You have exhausted all levels of review including external review. If You are enrolled through a plan that is subject to the Employee Retirement Income Security Act (ERISA), You may file a civil action under section 502(a) of the federal ERISA statute. To understand these rights, You should check with Your benefits office or contact the Employee Benefits Security Administration (part of the U.S. Department of Labor) at 1-866-444-EBSA (3272). Alternatively, if Your plan is not subject to ERISA (for example, most state or local government plans and church plans or all individual plans), You may have a right to request review in state court. The state ombudsman listed below should be able to help You understand any further review rights available to You.

California Department of Insurance
Office of the Ombudsman
300 Capitol Mall, Suite 1600

Sacramento, CA 95814
Consumer Phone: (916) 492-3545
E-mail: Ombudsman@insurance.ca.gov

SAMPLE

YOUR RIGHT TO AN INDEPENDENT MEDICAL REVIEW

If You believe that health care services have been improperly denied, modified, or delayed, You have the right to an independent medical review. For more information about how to obtain this review, please call the KPIC toll free number at **1-800-788-0710 (TTY 711)** or call the California Department of Insurance at:

1-800-927-HELP
(1-800-927-4357)
TDD: 1-800-482-4TDD
(1-800-482-4833)

The Covered Person may write the California Department of Insurance at:

California Department of Insurance
Consumer Communications Bureau
300 S. Spring Street
Los Angeles, CA 90013

Or You can log in to the California Department of Insurance website at:

www.insurance.ca.gov

You have the right to an independent medical review upon the concurrence of the following:

1. You believe that health care services have been improperly denied, modified, or delayed by the insurer, or by one of its contracting providers;
2. You have a Life-threatening or Seriously Debilitating Condition;
   a) Duly certified by Your Physician, for which:
      i. standard therapies have not been effective in improving Your condition; or
      ii. standard therapies would not be Medically Necessary or Medically Necessary Treatment of Mental Health and Substance Use Disorders; or
      iii. there is other beneficial therapy covered under this Group Policy other than the proposed experimental or investigational therapy; and
   b) Your contracting Physician has recommended a drug, device, procedure or therapy duly certified by him in writing that it is likely to be more beneficial than any available standard therapy; or You or Your Physician duly licensed and board certified to practice in the area of practice appropriate for Your condition, has requested a therapy that, based on two documents from the medical and scientific evidence, is likely to be more beneficial to You than any other available therapy.
   c) The Physician's certification shall contain a statement of the evidence relied upon by him in making the above recommendation;
   d) Such recommendation or request as stated in item number 3 above has been denied, delayed or modified by us based on Medical Necessity; The therapy, drug, device or procedure would otherwise be covered under the Group Policy were it not determined by us that such therapy, drug, device or procedure is experimental or investigational; and

SAMPLE

e) Upon denial of coverage as stated in item c) above, a notice shall be sent to You, explaining in detail Your rights under this process.

3. Your membership was terminated retroactively for a reason other than a failure to pay premiums or contributions toward the cost of coverage.
4. If we continue to deny the payment, coverage or service requested or You do not receive a timely decision.

The external independent review is conducted by an independent third party which may be one of the following:

1. An independent review organization (IRO) selected from a list of randomly assigned Independent Review Organizations (IROs) provided by the California Department of Insurance; or
2. An entity contracted directly with the California Department of Insurance to conduct external reviews.

If Your coverage is through an employer group subject to the Employee Retirement Security Income Act of 1974 (ERISA), You may also have the right to bring a civil action under section 502(a) of ERISA, as then constituted or later amended. To determine if Your plan is covered by ERISA, please check with Your employer.

Definitions

For the purpose of this Section of the Certificate, the following definitions apply:

SAMPLE

"Life-threatening" means either or both of the following:

1. Sickness or Injury where the likelihood of death is high unless the course of the Sickness is interrupted.
2. Sickness or Injury with potentially fatal outcomes, where the end point of clinical intervention is survival.

"Seriously Debilitating Condition" means Sickness or Injury that causes major irreversible morbidity.

NOTE: Notwithstanding the foregoing, the effective date of implementation by KPIC of the above requirements are subject to the provisions under ACA, as then constituted or later amended, or subject to the provisions under any interim final regulations promulgated by any government agency in the implementation of the provisions of the ACA.

CLAIMS DISPUTE IMPORTANT NOTICE

If a Covered Person believes a claim has been wrongfully denied or rejected, the Covered Person may have the matter reviewed by the California Department of Insurance. However, the Covered Person should first contact KPIC to try and resolve the dispute. If the dispute is not resolved, the Covered Person may contact the California Department of Insurance.

The Covered Person may call KPIC to make a complaint concerning a claim at the following number:

1-800-788-0710 (TTY 711)

The Covered Person may also write to KPIC at:

For Southern California:
KFHP Claims Department
P.O. Box 7004
Downey, CA 90242-7004
Member Services
1-800-788-0710

For Northern California
KFHP Claims Department
P.O. Box 12923
Oakland, CA 94604-2923
Member Services
1-800-788-0710

SAMPLE

The Covered Person may contact the California Department of Insurance to obtain information on companies, coverage, rights or complaints at:

1-800-927 HELP
(1-800-927-4357)
TDD: 1-800-482-4TDD
(1-800-482-4833)

The Covered Person may write the California Department of Insurance at:

[California Department of Insurance
Consumer Communications Bureau
300 S. Spring Street
Los Angeles, CA 90013]

Or You can log in to the California Department of Insurance website at:

www.insurance.ca.gov

GENERAL PROVISIONS

Time Effective: The effective time for any dates used is 12:01 AM. at the address of the Policyholder.

Time Limit on Certain Defenses: After two years from the date of issue of this Group Policy, no misstatements, made by the Policyholder in the application for the Group Policy shall be used to void the Group Policy, or to deny, contest or reduce a claim.

Misstatement Of Age: If the age of any person insured under This Plan has been misstated: 1) premiums shall be adjusted to correspond to his or her true age; and 2) if benefits are affected by a change in age, benefits will be corrected accordingly (in which case the premium adjustment will take the correction into account).

Physical Examination and Autopsy: KPIC, at its own expense, shall have the right and opportunity to examine the person of any individual whose Injury or Sickness is the basis of a claim when and as often as it may reasonably require during the pendency of a claim hereunder and to make an autopsy in case of death, where it is not forbidden by law.

Assignment

Payment of benefits under this Group Policy for treatment or services that are not provided, prescribed or directed by Participating Providers are not assignable and thereby not binding on KPIC, unless previously approved by KPIC in writing.

SAMPLE

Payment of benefits shall be made by KPIC directly to the provider, including medical transportation providers (ambulance), certified nurse-midwives, nurse practitioners and licensed midwives, or to the Insured or Dependent or, in the case of the Insured's death, to his or her executor, administrator, provider, spouse, Domestic Partner or relative.

Surrogacy Arrangement

If You enter into a surrogacy arrangement and You or any other payee are entitled to receive payments or other compensation under the surrogacy arrangement, You must reimburse Us for Covered Services You receive related to conception, pregnancy, delivery, or postpartum care in connection with that arrangement ("Surrogacy Health Services") to the maximum extent allowed under California Civil Code Section 3040. A "surrogacy arrangement" is one in which a woman agrees to become pregnant and to surrender the baby (or babies) to another person or persons who intend to raise the child (or children), whether or not the woman receives payment for being a surrogate.

Note: This "Surrogacy Arrangements" provision does not affect Your obligation to pay Your Cost Share for these Covered Services. After You surrender a baby to the legal parents, You are not obligated to reimburse Us for any Covered Services that the baby receives after the date of surrender (the legal parents are financially responsible for any services that the baby receives).

By accepting Surrogacy Health Services, You automatically assign to Us Your right to receive payments that are payable to You or any other payee under the surrogacy arrangement, regardless of whether those payments are characterized as being for medical expenses. To secure Our rights, We will also have a lien on those payments and on any

escrow account, trust, or any other account that holds those payments. Those payments (and amounts in any escrow account, trust, or other account that holds those payments) shall first be applied to satisfy Our lien. The assignment and Our lien will not exceed the total amount of Your obligation to Us under the preceding paragraph.

Within 30 days after entering into a surrogacy arrangement, You must send written notice of the arrangement, including all of the following information:

- Names, addresses, and telephone numbers of the other parties to the arrangement
- Names, addresses, and telephone numbers of any escrow agent or trustee
- Names, addresses, and telephone numbers of the intended parents and any other parties who are financially responsible for services the baby (or babies) receive, including names, addresses, and telephone numbers for any health insurance that will cover services that the baby (or babies) receive
- A signed copy of any contracts and other documents explaining the arrangement
- Any other information We request in order to satisfy our rights

You must send this information to:

For Southern California:
KFHP Claims Department
P.O. Box 7004
Downey, CA 90242-7004
Member Services
1-800-788-0710

For Northern California
KFHP Claims Department
P.O. Box 12923
Oakland, CA 94604-2923
Member Services
1-800-788-0710

SAMPLE

You must complete and send Us all consents, releases, authorizations, lien forms, and other documents that are reasonably necessary for Us to determine the existence of any rights we may have under this "Surrogacy Arrangements" provision and to satisfy those rights. You may not agree to waive, release, or reduce our rights under this "Surrogacy Arrangements" section without Our prior, written consent.

If Your estate, parent, guardian, or conservator asserts a claim against a third party based on the surrogacy arrangement, Your estate, parent, guardian, or conservator and any settlement or judgment recovered by the estate, parent, guardian, or conservator shall be subject to our liens and other rights to the same extent as if You had asserted the claim against the third party. We may assign Our rights to enforce Our liens and other rights.

If You have questions about Your obligations under this provision, please contact Us by calling the phone number listed on Your ID card.

GENERAL PROVISIONS

Money Payable: All sums payable by or to KPIC or its Administrator must be paid in the lawful currency of the United States.

Notice of Termination of Provider: KPIC will provide written notice to the Group Policyholder of any termination, permanent breach of contract by, or permanent inability to perform of any Participating Provider, if the termination, breach or inability would materially and adversely affect the Covered Person. The Group Policyholder shall distribute to the Insured Employee the substance of such notice within 30 days of receipt.

Rights of a Custodial Parent: If the parents of a covered dependent child are:

1. divorced or legally separated; and
2. subject to the same Order,

the custodial parent will have the rights stated below without the approval of the non-custodial parent. However, for this provision to apply the non-custodial parent must be a Covered Person approved for family health coverage under the Policy, and KPIC must receive:

1. a request from the custodial parent who is not a Covered Person under the policy; and
2. a copy of the Order.

If all of these conditions have been met, KPIC will:

A. provide the custodial parent with information regarding the terms, conditions, benefits, exclusions and limitations of the Policy;

B. accept claim forms and requests for claim payment from the custodial parent; and

C. make claim payments directly to the custodial parent for claims submitted by the custodial parent, subject to all the provisions stated in the Policy. Payment of claims to the custodial parent, which are made in good faith under this provision, will fully discharge KPIC's obligations under the Policy to the extent of the payment.

SAMPLE

KPIC will continue to comply with the terms of the Order until We determine that:

A. the Order is no longer valid;

B. the dependent child has become covered under other health insurance or health coverage;

C. in the case of employer-provided coverage, the employer has stopped providing family coverage for all employees; or

D. the dependent child is no longer a Covered Person under the Policy.

"Order" means a valid court or administrative order that:

1. determines custody of a minor child; and
2. requires a non-custodial parent to provide the child's medical insurance coverage or to pay any portion of the medical expenses resulting from medical treatment of the child.

GENERAL PROVISIONS

Continuity of Care Under Federal Law
A Continuing Care Patient (as defined below) receiving care from a Participating Provider may elect to continue to receive transitional care from such provider if the provider's participating provider contract is Terminated or non-renewed for reasons other than for failure to meet applicable quality standards or for fraud; or if this Group Policy Terminates resulting in a loss of benefits with respect to such provider or facility. KPIC will notify each Covered Person who is a Continuing Care Patient at the time of termination or non-renewal on a timely basis of such termination and the Covered Person's right to elect transitional care.

When elected, benefits will be provided under the same terms and conditions as would have applied with respect to items and services that would have been covered had such termination not occurred, with respect to the course of treatment provided by such provider or facility relating to the Covered Person's status as a Continuing Care Patient.

Benefits will be provided during the period beginning on the date KPIC provides the Notice to the Continuing Care Patient of the termination and ending on the earlier of: (i) 90 days after the provision of the Notice; or (ii) the date on which such enrollee is no longer a continuing care patient with respect to such provider or facility.

The Covered Person will not be liable for an amount that exceeds the Cost Share that would have applied to the Covered Person had the termination not occurred.

SAMPLE

Likewise, Cost Share for such services obtained from a Terminated provider or facility will apply toward satisfaction of the Out-of-Pocket Maximum at the Participating Provider tier. The Deductible, if any, for such services will likewise apply towards satisfaction of the Deductible at the Participating Provider tier.

For purposes of this subsection the following definitions apply:

Continuing Care Patient means an individual who, with respect to a provider or facility—

a) is undergoing a course of treatment for a Serious and Complex Condition from a Terminated provider or facility; or
b) is undergoing a course of institutional or inpatient care from the Terminated provider or facility; or
c) is scheduled to undergo nonelective surgery from the Terminated provider or facility, including receipt of postoperative care from such provider or facility with respect to such surgery; or
d) is pregnant and undergoing a course of treatment for the pregnancy from the Terminated provider or facility; or
e) is or was determined to be terminally ill (medical prognosis that the individual's life expectancy is 6 months or less)

Serious and Complex Condition means, with respect to a participant or beneficiary under a group health plan:

a) in the case of an acute illness, a condition that is serious enough to require specialized medical treatment to avoid the reasonable possibility of death or permanent harm; or
b) in the case of a chronic illness or condition, a condition that:
    1. is life-threatening, degenerative, potentially disabling, or congenital; and
    2. requires specialized medical care over a prolonged period of time.

Notice means the required communication sent to a Covered Person of the termination of a Terminated provider or facility and likewise informing the Covered Person's right to elect continuity of care.

Terminated/Terminates means with respect to a contract, the expiration or nonrenewal of the contract, but does not include a termination of the contract for failure to meet applicable quality standards or for fraud.

Completion of Covered Services by Terminated Provider Under State Law
If You or Your Dependent are currently receiving Covered Services with a Terminated Participating Provider, You or Your Dependent may be eligible to continue receiving benefits at the Participating Provider tier, if You or Your Dependent is undergoing a course of treatment for any of the following conditions:

1. Acute Condition
2. Serious Chronic Condition
3. Pregnancy and immediate postpartum care
4. Maternal mental health;
5. Terminal illness
6. Care of children under age 3; or
7. Surgery or other procedure duly recommended and documented by the Terminated Participating Provider to occur within 180 days of the termination of the contract with the Participating Provider.

SAMPLE

Duration of completion of Covered Services shall be provided as follows:

1. For Acute Condition – completion of Covered Services shall be provided until the Acute Condition ends.
2. For Serious Chronic condition – completion of Covered Services shall be provided until the earlier of:
    a) twelve (12) months from the contract termination date with the Participating Provider; or
    b) the first day when it would be safe to transfer Your care to a Participating Provider.
3. For Pregnancy and immediate postpartum care – completion of Covered Services shall be provided until the duration of the pregnancy and immediate postpartum care.

4. For Maternal Mental Health Condition-completion of covered services for the maternal mental health condition shall not exceed 12 months from the diagnosis or from the end of the pregnancy whichever occurs later.
5. For Terminal illness – completion of Covered Services shall be provided until the duration of the illness
6. For Care of children under age 3 – completion of Covered Services shall be provided until the earlier of:
   a) twelve months from the termination date of the Terminated Participating Provider; or
   b) the child's third birthday

To continue receiving benefits at the Participating Provider tier, all the following requirements must be met:

1. You must make the request for completion of a Covered Service within a reasonable time from the termination date of the Terminated Provider;
2. You or Your Dependent must be undergoing treatment with a Terminated Participating Provider under any of the above conditions;
3. The treatment must be for Medically Necessary Covered Services that are Medically Necessary or Medically Necessary Treatment of Mental Health and Substance Use Disorders;
4. You or Your Dependent are eligible to receive benefits under the Group Policy at the time of receipt of the service; and
5. The terminated Participating Provider agrees in writing to the same contractual terms and conditions that were imposed upon the Terminated Participating Provider by KPIC or KPIC's provider network prior to the termination of the contract.

SAMPLE

For purposes of this subsection, the following definitions apply:

Acute Condition means medical conditions that involve a sudden onset of symptoms due to an illness, injury, or other medical problem that requires prompt medical attention and has a limited duration.

Maternal Mental Health Condition means a mental health condition that can impact a woman during pregnancy, peri or postpartum, or that arises during pregnancy, in the peri or postpartum period, up to one year after delivery.

Pregnancy means the three trimesters of pregnancy.

Serious Chronic Condition means an illness or other medical condition that is serious, if one of the following is applicable about the condition:

1. it persists without full cure;
2. it worsens over an extended period of time; or
3. it requires ongoing treatment to maintain remission or prevent deterioration.

Terminal Illness means an incurable or irreversible illness that has a high probability of causing death within a year or less.

Terminated Participating Provider means a provider whose written contract with KPIC or KPIC's contracted provider network has been terminated. A Terminated Participating Provider is not a provider who voluntarily leaves KPIC or KPIC's contracted provider network.

Continuity of Care for New Covered Persons by Non-Participating Providers

If You are a new Covered Person and currently receiving Covered Services from a Non-Participating Provider, benefits under the Group Policy are payable at the Non-Participating Provider tier. In order for benefits to be payable at the Participating Provider tier, You must receive care from a Participating Provider.

A current copy of KPIC's directory of Participating Providers is available from Your employer. To verify the current participation status of a provider, please call the toll-free number listed in the Participating Provider directory.

Value-Added Services

Voluntary health promotion programs may be available to You. These value-added services are offered in conjunction with this Plan and are not Covered Services under the Group Policy. Please call KPIC at the number on Your ID card to learn more about what may be available to You.

For purposes of this section, "health promotion programs" means value-added services offered to Covered Persons that do not constitute Covered Services under the Group Policy. These services may be discontinued at any time without prior notice.

SAMPLE