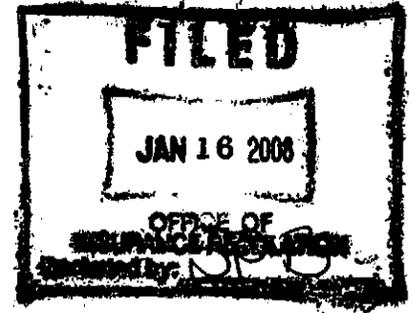




OFFICE OF INSURANCE REGULATION

KEVIN M. McCARTY
COMMISSIONER



IN THE MATTER OF:

FLORIDA HEALTH SOLUTION, CORP.
2006 Market Conduct Examination

CASE NO.: 91464-07-CO

CONSENT ORDER

THIS CAUSE came on for consideration as the result of an agreement between FLORIDA HEALTH SOLUTION, CORP. (hereinafter referred to as "FHS") and the OFFICE OF INSURANCE REGULATION (hereinafter referred to as the "OFFICE"). Following a complete review of the entire record, and upon consideration thereof, and being otherwise fully advised in the premises, the OFFICE hereby finds as follows:

1. The OFFICE has jurisdiction over the subject matter of, and parties to, this proceeding.
2. FHS is a domestic discount medical plan organization authorized to transact discount medical plan business in Florida and is subject to the jurisdiction and regulation of the OFFICE pursuant to the Chapter 636, Part II, Florida Statutes.
3. The OFFICE conducted a market conduct examination of FHS in 2006 pursuant to Section 636.206, Florida Statutes. As a result, it has been determined that FHS violated the following provisions of the Florida Insurance Code and Florida Administrative Code:

a. Section 636.214(2)(a), Florida Statutes – Provider agreements failed to contain a list of services and products to be provided at a discount.

b. Section 636.214(2)(b), Florida Statutes – Provider agreements failed to contain the amount or amounts of the discounts or, alternatively, a fee schedule which reflects the provider's discounted rates.

c. Section 636.214(1), Florida Statutes – Failure to have a properly executed provider agreement.

d. Section 636.228(2), Florida Statutes – Failure to have executed written agreements with marketers prior to marketers' marketing, promoting, selling or distributing the discount medical plan.

e. Section 636.216(1), Florida Statutes – Use of charges that have not been filed with and approved by the Office.

f. Section 636.216(3), Florida Statutes – Use of forms that have not been filed with and approved by the Office.

g. Rule 69O-203.202(1)(c), Florida Administrative Code – Failure to state the member's name on the membership agreement.

h. Rule 69O-203.202(1)(d), Florida Administrative Code – Failure to state the effective date and term of the contract on the membership agreement.

i. Rule 69O-203.202(1)(e), Florida Administrative Code – Failure to contain a space for charges and any one-time processing fee on the membership agreement.

j. Rule 69O-203.202(1)(f), Florida Administrative Code – Failure to state the mode of payment on the membership agreement.

k. Section 636.226, Florida Statutes – Failure to maintain an up-to-date and complete provider list on its website; failure to have an Internet website address prominently displayed on advertising materials.

l. Section 636.212(1-5), Florida Statutes – Failure to contain the required disclosures on its website and on advertising materials.

4. FHS expressly waives its right to a hearing in this matter, the making of Findings of Fact and Conclusions of Law by the OFFICE, and all further and/or other proceedings herein to which the parties may now or in the future be entitled, either by law or by rules of the OFFICE. FHS hereby knowingly and voluntarily waives all rights to challenge or to contest this Order, in any forum now or in the future available, including the right to any administrative proceeding, circuit or federal court action, or any appeal.

5. FHS agrees that upon the execution of this Consent Order it shall be subject to the following terms and conditions:

a. FHS shall pay an administrative penalty of Six Thousand Five Hundred Dollars (\$6,500) and administrative costs of Three Thousand Dollars (\$3,000) on or before the 30th day after this Consent Order is executed.

b. FHS shall, within 30 days of the execution of this Consent Order, provide to the OFFICE a certification signed by an officer of the Company that the corrective actions outlined in the examination report have been completed. The certification shall include a detailed list of all periodic charges returned, itemized by member name, member number, and the amount refunded.

6. FHS is hereby placed on notice of the requirements of the above-referenced provisions of law and agrees that any future violations of these statutes and rules by FHS may be deemed willful, subjecting FHS to appropriate penalties.

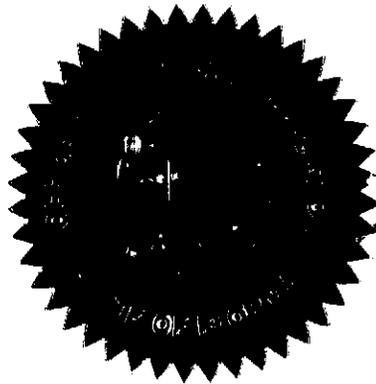
7. FHS agrees that the failure to adhere to one or more of the above terms and conditions of this Consent Order shall constitute a violation of a lawful order of the OFFICE, and shall subject FHS to such administrative action as the OFFICE may deem appropriate.

8. Except as noted above, each party to this action shall bear its own costs and attorney's fees.

THEREFORE, the agreement between FHS and the OFFICE, the terms and conditions of which are set forth above, is APPROVED.

FURTHER, all terms and conditions above are hereby ORDERED.

DONE AND ORDERED this 16TH day of JANUARY, 2007.



KEVIN M. MCARTY
Commissioner
Office of Insurance Regulation

By execution hereof, FLORIDA HEALTH SOLUTION, CORP. consents to entry of this Order, agrees without reservation to all of the above terms and conditions, and shall be bound by all provisions herein. The undersigned represents that he or she has the authority to bind FLORIDA HEALTH SOLUTION, CORP. to the terms and conditions of this Consent Order.

FLORIDA HEALTH SOLUTION, CORP.

Corporate Seal

By: _____

Title: President/CEO

Date: 12/23/07

STATE OF Florida)
COUNTY OF Dade)

The foregoing instrument was acknowledged before me this 23 day of December 2007,
by Prudencio Socorro as President/CEO for
(Name of person) (Type of authority.... e.g. officer, trustee, attorney in fact)
Florida Health Solution.
(Company name)

Personally Known or Produced Identification _____

Type of Identification Produced _____

Notarial Seal

(Signature of the Notary)
NOTARY PUBLIC STATE OF FLORIDA
Sandy Castillo
Commission # DD670067
Expires: MAY 03, 2011
BONDED THRU ATLANTIC BONDING CO., INC.

(Print, Type or Stamp Commissioned Name of Notary)

My Commission Expires:

COPIES FURNISHED TO:

Prudencio Socorro, President
Florida Health Solution, Corp.
7350 NW 7th Street, Suite 204
Miami, FL 33126

Sam Binnun, Director
Market Investigations
Florida Office of Insurance Regulation
200 E. Gaines Street, 2nd Floor
Tallahassee, FL 32399-4210

Jim Bennett, Assistant General Counsel
Legal Services Office
Florida Office of Insurance Regulation
200 E. Gaines Street, 6th Floor
Tallahassee, FL 32399-4206

Lori Ridner, Assistant General Counsel
Legal Services Office
Florida Office of Insurance Regulation
200 E. Gaines Street, 6th Floor
Tallahassee, FL 32399-4206