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OFFICE OF INSURANCE REGULATION

KEVIN M. McCARTY
COMMISSIONER

IN THE MATTER OF:

AETNA LIFE INSURANCE COMPANY

CASE NO. 86452-06-CO

Life and Health Market Investigation
_____ /

CONSENT ORDER

THIS CAUSE came on for consideration as the result of an agreement between **AETNA LIFE INSURANCE COMPANY** (hereinafter referred to as "AETNA LIFE") 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. **AETNA LIFE** is a foreign insurer authorized to transact insurance business in Florida, and is subject to the jurisdiction and regulation of the **OFFICE** pursuant to the Florida Insurance Code.
3. The **OFFICE** has conducted an investigation of **AETNA LIFE** pursuant to Section 624.318, Florida Statutes. As a result of such investigation, the **OFFICE** has determined

that AETNA LIFE provided premium quotations for one-life groups enrolling during the one-life open enrollment in August 2005 that were not consistent with its filed and approved rates, and in so doing committed the following violations of the Florida Insurance Code:

a. *Section 627.410(6)(a), Florida Statutes*, which states in pertinent part that “[a]n insurer shall not deliver or issue for delivery or renew in this state any health insurance policy form until it has filed with the Office a copy of every applicable rating manual, rating schedule, change in rating manual, and change in rating schedule; if rating manuals and rating schedules are not applicable, the insurer must file with the Office applicable premium rates and any change in applicable premium rates.”

b. *Rule 69O-149.037(4), Florida Administrative Code* – Calculation of premium rates: Rate filing requirements.

4. AETNA LIFE agrees that upon the execution of this Consent Order, it shall be subject to the following terms and conditions:

a. AETNA LIFE shall pay administrative costs in the amount of Fifteen Hundred Dollars (\$1,500.00), on or before the 30th day after this Consent Order is executed.

b. AETNA LIFE shall, within 30 days of execution of this Consent Order, provide a copy, certified by an officer of the Company to be true and correct, of procedures implemented to assure that upon the October 1, 2006 renewal, the affected policies will be increased by the percentage of understated 2005 premium plus any approved percentage increase in premium for 2006. The total October 1, 2006 premium increase will be limited to 25% more than the premium charged beginning October 1, 2005. Future annual premium increases will continue to be limited to 25% until all policies are in compliance with the approved rates in effect at that time.

5. **AETNA LIFE** is hereby placed on notice of the requirements of the above-referenced sections of law and agrees that any future violations of these sections by **AETNA LIFE** may be deemed willful, subjecting **AETNA LIFE** to appropriate penalties.

6. **AETNA LIFE** affirms that all representations and requirements set forth herein are material to the issuance of this Consent Order. Violation of any part of this Consent Order shall constitute a violation of a lawful order of the **OFFICE** and may subject **AETNA LIFE** to one or more of the administrative remedies available under the Florida Insurance Code or other applicable law.

7. **AETNA LIFE** 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 other proceedings herein to which the parties may be entitled by law or rules of the **OFFICE**. **AETNA LIFE** hereby knowingly and voluntarily waives all rights to challenge or to contest this Order, in any forum now or in the future available to it, including the right to any administrative proceeding, circuit or federal court action, or any appeal.

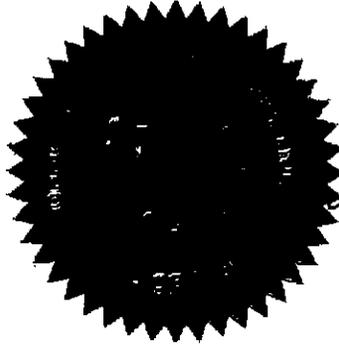
8. The parties agree that this Consent Order shall be deemed to be executed when the **OFFICE** has executed a copy of this Consent Order bearing the signature of **AETNA LIFE**'s authorized representative under the seal of a notary public, notwithstanding the fact that the copy may have been transmitted to the **OFFICE** electronically.

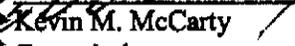
9. Except as noted above, each party to this action shall bear its own costs and attorney's fees.

THEREFORE, the agreement between AETNA LIFE 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 21ST day of NOVEMBER, 2006.





Kevin M. McCarty
Commissioner
Office of Insurance Regulation

By execution hereof AETNA LIFE INSURANCE COMPANY consents to entry of this Consent Order, agrees without reservation to all of the above terms and conditions, and shall be bound by all provisions herein. The undersigned represents, pursuant to Section 624.310, Florida Statutes, that he/she has the authority to bind AETNA LIFE INSURANCE COMPANY to the terms and conditions of this Consent Order.

AETNA LIFE INSURANCE COMPANY

By: Gregory S. Martino
(Print or Type Name)

(Corporate Seal)

Title: Vice President

Date: 11-8-06

STATE OF Pennsylvania

COUNTY OF Montgomery

The foregoing instrument was acknowledged before me this 8th day of November 2006, by

Gregory S. Martino as Vice President
(Name of person) (Type of authority... e.g. officer, trustee, attorney in fact)

for Aetna Life Insurance Company
(Company name)

Personally Known X or Produced Identification _____

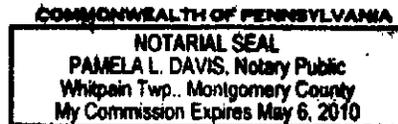
Type of Identification Produced _____

(Notarial Seal)

(Signature of Notary)

My Commission Expires:

(Type, Print or Stamp Name of Notary)



COPIES FURNISHED TO:

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