

PreferredOne[®]
COMMUNITY HEALTH PLAN

6105 Golden Hills Drive
Golden Valley, MN 55416

March 21, 2007

Senator Patricia Torres Ray
124 Capitol
75 Rev Dr. Martin Luther King Jr. Blvd.
St. Paul, MN 55155-1606

Representative Cy Thao
359 State Office Building
St. Paul, MN 55155-1606

RE: SF 504/HF 529

Dear Senator Torres Ray and Representative Thao:

This is to inform you that PreferredOne Community Health Plan ("PreferredOne") has reviewed the language in the above referenced proposed legislation. Based on our review of the science and evidence-based medicine, PreferredOne will be modifying our internal medical policy on the issue of coverage for elemental formulas. We expect that our policy will be consistent with the language as amended in this legislation.

We expect that for policies issued and renewed after July 1, 2007 that this will be the standard medical policy that will apply to PreferredOne enrollees.

Sincerely,



John Frederick, M.D.
Executive Vice President &
Chief Medical Officer

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