



## HIPAA Exemption Election Document

**Name of Plan:** City of Plano Welfare Benefit Plan  
**Plan Sponsor:** City of Plano Risk Pool

**EIN:** 75-6000640

**Plan Number:** 704335

**Plan Year/Period of Plan Coverage:** January 1, 2012 through December 31, 2012

**Plan Administrator:** City Manager of City of Plano

City of Plano Welfare Benefit Plan is not provided through insurance. City of Plano Risk Pool elects under authority of section 2721(b)(2) of the Public Health Service (PHS) Act, and 45 CFR 146.180 of Federal regulations, to exempt City of Plano Welfare Benefit Plan from the following requirements of title XXVII of the PHS Act:

• Parity in the application of certain limits to mental health benefits.

This election has been made in conformity with all rules of the plan sponsor, including any public hearing, it required. I certify that the undersigned is authorized to submit this election on behalf of City of Plano Risk Pool. A copy of the notice to plan enrollees is enclosed. If CMS has any questions regarding the election, please contact Sydney Covey at 972-941-7437.

LaShon Ross  
Trustee, City of Plano Risk Pool  
Deputy City Manager

Notice to Enrollees in a  
Self-Funded Nonfederal Governmental Group Health Plan

Under a federal law known as the Health Insurance Portability and Accountability Act of 1996 (HIPAA), Public Law 104-191, as amended, group health plans must generally comply with the requirements listed below. However, the law also permits State and local governmental employers that sponsor health plans to elect to exempt a plan from these requirements for any part of the plan that is "self-funded" by the employer, rather than provided through a health insurance policy. City of Plano has elected to exempt City of Plano Welfare Benefits Plan from the following requirements.

Parity in the application of certain limits to mental health benefits. Group health plans (of employers that employ more than 50 employees) that provide both medical and surgical benefits and mental health or substance use disorder benefits must ensure that financial requirements and treatment limitations applicable to mental health or substance use disorder benefits are no more restrictive than the predominant financial requirements and treatment limitations applicable to substantially all medical and surgical benefits covered by the plan.

The exemption from these Federal requirements will be in effect for the 2012 plan year beginning January 1, 2012 and ending December 31, 2012. The election may be renewed for subsequent plan years.

HIPAA also requires the Plan to provide covered employees and dependents with a "certificate of creditable coverage" when they cease to be covered under the Plan. There is no exemption from this requirement. The certificate provides evidence that you were covered under this Plan because if you can establish your prior coverage, you may be entitled to certain rights to reduce or eliminate a preexisting condition exclusion if you join another employer's health plan, or if you wish to purchase an individual health insurance policy.

If you have any questions, please call Sydney Covey, 972-941-7437 or Katherine McGuire, 972-941-5109.