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## ***PREFERRED ADMINSTRATORS***

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January 15, 2015

RE: South Carolina Health Cooperative, Inc., a Multiple Employer Self Insured Health Plan in Rehabilitation

Dear Plan Provider

As you are aware, the South Carolina Health Cooperative Inc. Welfare Benefit Plan "Plan" was placed in Receivership for the purpose of Rehabilitation by order of the Richland County Court of Common Pleas (Court) effective December 23, 2014. You have received several communications regarding the Plan's status most recently January 7, 2015. During this rehabilitation process providers are prohibited by the Court from all collection proceedings pending or contemplated against plan participants or employers. You can view these communications and other information pertaining to the ongoing Rehabilitation of the Plan at <http://doi.sc.gov/840/SCHC>.

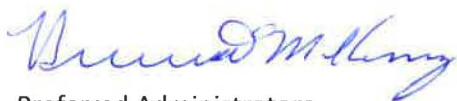
Preferred Administrators (PA), the Plan's claims administrator, continues to adjudicate claims as received for services provided through November 30, 2014. We have included with this writing for your records Explanation of Benefits "EOB's" for the claims we have processed to date. Many of these EOB's reflect an employee participant's deductible and or coinsurance responsibility. We have also provided each employee participant with a copy their EOB and informed them of their responsibility to you for provider services rendered.

As outlined in prior communications to you, we expect the Receiver to arrange for a partial good faith payment of the Plan's responsibility within the next 60 to 90 days. This payment to each of the Plan's providers will be an equal pro rata payment based on the claim liability of the Plan as adjudicated by PA.

PA is continuing to adjudicate claims as received for services rendered through November 30, 2014. If you have claims for services for which you have not received a payment or are not included in these EOB's, you should submit this claim information to PA promptly. If you have any questions regarding the enclosed EOB's please contact Preferred Administrators.

We appreciate your support, patience and understanding as the Plan and the Receiver work through the Rehabilitation process and resolve unpaid claims and other administrative issues of the Plan.

Thank you



Preferred Administrators  
Ph. 877-276-7198  
Fax 813-258-3671

CC Michael J. FitzGibbons, Special Deputy Receiver