

THE UNIVERSITY OF ARIZONA HEALTH PLANS

October 3, 2014

Tom Betlach Director Arizona Health Care Cost Containment System 801 East Jefferson MD 4100 Phoenix, Arizona 85034

Subject: Change of Ownership Request – 90 Day Deliverable Submission

Dear Director Betlach:

As stipulated in the AHCCCS Contractor Operations Manual (ACOM), Policy 317 (Merger, Acquisition, Reorganization, Joint Venture and Change of Ownership Requests) and agreed to in the transition plan supplied to AHCCCS on July 1, 2014, regarding the proposed merger of University Family Care (UFC) into Banner Health, UFC is pleased to supply those deliverables due 90 days prior to the effective date of the transaction. The deliverables include:

- Performance bond in a form acceptable to AHCCCS, as outlined in ACOM Policy 306. UFC's CYE 2015 performance bond is attached. (see Exhibit A)
- If modified, the health plan name and logo.
 - Neither the health plan name nor the health plan logo will change upon execution of the transaction. (see Exhibit B for modified provider/member notification letters; reference to name/member ID card/member handbook change removed)
- > If modified, the health plan website, provider and member handbook and member ID card.
 - No changes will be made to the UFC website, provider or member handbook or member ID card upon execution of the transaction. (see Exhibit B for modified provider/member notification letters; reference to name/member ID card/member handbook change removed)

Additionally, we would like to note that the due diligence process is taking longer than anticipated. It is now projected that the definitive agreement will be signed in late fall. That said, UFC still anticipates dissemination of the member and provider notices no later than November 15, 2014, as outlined in the initial transition plan submitted to AHCCCS.

Should you have any questions or concerns, do not hesitate to contact me at 520.874.5531 or <u>James.Stover@uahealth.com</u>.

Sincerely,

James V. Stover Chief Executive Officer

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- University Family Care
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