

State of New Jersey

DEPARTMENT OF BANKING AND INSURANCE
PHIL MURPHY
Governor

PO BOX 325
TRENTON, NI 08625-0325

TEL (609) 292-7272

MARLENE CARIDE Commissioner

SHEILA OLIVER Lt. Governor

October 21, 2019

Mr. Dwight Covaleskie Probation Association of New Jersey 2409 Paynters Road Wall, NJ 08736

Re: Horizon & American Specialty Health Network

Dear Mr. Covaleskie:

Thank you for contacting the Department of Banking and Insurance (the department) regarding the contract for a possible partnership between Horizon Blue Cross Blue Shield of New Jersey (BCBSNJ) and the American Specialty Health Network (ASHN), a licensed organized delivery system (ODS). We appreciate you bringing your concerns regarding this matter to our attention.

State regulation permits licensed organized delivery systems (ODSs) to handle the following responsibilities on behalf of an insurer: network management, credentialing, utilization management, continuous quality improvement, as well as, provider and member complaints. Once a contract is filed, the department reviews whether the ODS can effectively meet the obligations and standards outlined in the regulations. The department has 60 days from the date of receipt of a contract to approve or disapprove of the arrangement between an ODS and an insurer.

On August 16, 2019, the Department received a contract for its review regarding a possible partnership between Horizon Blue Cross Blue Shield of New Jersey and ASH for the Horizon BCBSNJ Chiropractic & Physical Medicine Services Program. The department reviewed it and, on October 11, 2019, disapproved the contract. Horizon and ASH may resubmit a new contract for the department's review.

October 21, 2019 Page 2 of 2

Re: Horizon & American Specialty Health Network

Thank you again for sharing your concerns. Please do not hesitate to contact us if you have any additional questions.

Respectfully,

Marlene Caride Commissioner

Maride

MC/mp via regular mail