

SERFF Tracking Number: MDTP-126253465 State: Arkansas
Filing Company: Medico Life Insurance Company State Tracking Number: 43930
Company Tracking Number: AR ASSUMPTION REINSURANCE - ML RIDER
TOI: H01 Health - Assumption Agreement Sub-TOI: H01.000 Health - Assumption Agreement
Product Name: AR Assumption Reinsurance - ML Rider
Project Name/Number: AR Assumption Reinsurane - ML Rider/LM AR Assumption Reinsurane - ML Rider

Filing at a Glance

Company: Medico Life Insurance Company

Product Name: AR Assumption Reinsurance - ML Rider SERFF Tr Num: MDTP-126253465 State: Arkansas

ML Rider

TOI: H01 Health - Assumption Agreement

SERFF Status: Closed-Approved-Closed State Tr Num: 43930

Sub-TOI: H01.000 Health - Assumption Agreement

Co Tr Num: AR ASSUMPTION REINSURANCE - ML RIDER State Status: Approved-Closed

Filing Type: Form

Author: Luanne Melies

Reviewer(s): Rosalind Minor

Date Submitted: 10/28/2009

Disposition Date: 10/29/2009

Disposition Status: Approved-Closed

Implementation Date Requested: On Approval

Implementation Date:

State Filing Description:

General Information

Project Name: AR Assumption Reinsurane - ML Rider

Status of Filing in Domicile: Authorized

Project Number: LM AR Assumption Reinsurane - ML Rider

Date Approved in Domicile: 04/10/2009

Requested Filing Mode: Review & Approval

Domicile Status Comments:

Explanation for Combination/Other:

Market Type: Individual

Submission Type: New Submission

Group Market Size:

Overall Rate Impact:

Group Market Type:

Filing Status Changed: 10/29/2009

Explanation for Other Group Market Type:

State Status Changed: 10/29/2009

Deemer Date:

Created By: Luanne Melies

Submitted By: Luanne Melies

Corresponding Filing Tracking Number:

Filing Description:

Assumption Reinsurance Name Change Endorsement

Company and Contact

Filing Contact Information

Desiree Buckley, Vice President and Director of Compliance dbuckley@gomedico.com

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1515 S. 75th Street 800-695-5976 [Phone] 875 [Ext]
 Omaha, NE 68124 402-391-4858 [FAX]

Filing Company Information

(This filing was made by a third party - medicoinstpf)

Medico Life Insurance Company	CoCode: 71471	State of Domicile: Nebraska
1515 S. 75th Street	Group Code:	Company Type: Life and Health
Omaha, NE 68124	Group Name: Medico	State ID Number:
(800) 695-5976 ext. 251[Phone]	FEIN Number: 47-0520541	

Filing Fees

Fee Required?	Yes
Fee Amount:	\$20.00
Retaliatory?	No
Fee Explanation:	1 form for approval at \$20.00 each form = \$20.00
Per Company:	No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Medico Life Insurance Company	\$20.00	10/28/2009	31620922

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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Approved-Closed	Rosalind Minor	10/29/2009	10/29/2009

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Disposition

Disposition Date: 10/29/2009

Implementation Date:

Status: Approved-Closed

Comment:

Rate data does NOT apply to filing.

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Schedule	Schedule Item	Schedule Item Status	Public Access
Supporting Document	Flesch Certification	Approved-Closed	Yes
Supporting Document	AR Cover Letter	Approved-Closed	Yes
Supporting Document	List of Forms	Approved-Closed	Yes
Supporting Document	Previously Approved - Attached Here For Informational Purposes Only	Approved-Closed	Yes
Supporting Document	UCAA Corporate Amendment Application Letter Sent August 10, 2009	Approved-Closed	Yes
Form	Name Change Endorsement	Approved-Closed	Yes

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Form Schedule

Lead Form Number:

Schedule Item	Form Number	Form Type	Form Name	Action	Action Specific Data	Readability	Attachment
Approved- Closed 10/29/2009	AIC-2008- CHG	Certificate Amendmen t, Insert Page, Endorseme nt or Rider	Name Change Endorsement	Initial			AIC-2008- CHG- 02122009.pdf

-ENDORSEMENT-

**ABILITY INSURANCE COMPANY
1515 SOUTH 75TH STREET
OMAHA, NE 68124**

POLICY NUMBER – XXXXXXXX

RIDER PAGE 1 OF 1

Insured: COMPUTER SAMPLE

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

NAME CHANGE ENDORSEMENT

Name Change: Whenever in the policy the name MEDICO LIFE INSURANCE COMPANY is set forth, the name ABILITY INSURANCE COMPANY is hereby substituted.

All other provisions and conditions of the policy remain unchanged. The effective date of this endorsement is [Month Date, 2009].

ANY ENDORSEMENT IS A PART OF YOUR POLICY. THE POLICY NUMBER IS SHOWN ABOVE.



Secretary



President

SERFF Tracking Number: MDTP-126253465 State: Arkansas
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Supporting Document Schedules

	Item Status:	Status Date:
Satisfied - Item: Flesch Certification	Approved-Closed	10/29/2009
Comments:		
Attachment: AR Flesch Certificate MLIC-Lawler.pdf		

	Item Status:	Status Date:
Satisfied - Item: AR Cover Letter	Approved-Closed	10/29/2009
Comments:		
Attachment: Letter AR-MLIC Name Change,Oct 09 Serff LM.pdf		

	Item Status:	Status Date:
Satisfied - Item: List of Forms	Approved-Closed	10/29/2009
Comments:		
Attachment: List of Forms for the Name Change MLIC-AR.pdf		

	Item Status:	Status Date:
Satisfied - Item: Previously Approved - Attached Here For Informational Purposes Only	Approved-Closed	10/29/2009
Comments: Approved forms on 10-27-09 submitted here for informational purposes only.		
Attachments: 2564-CTF(AR)-06012009.pdf 2552-CTF(AR)-06012009.pdf Letter-AR-Novation, Aug2009.pdf		

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	Item Status:	Status
Satisfied - Item: UCAA Corporate Amendment Application Letter Sent August 10, 2009	Approved-Closed	Date: 10/29/2009

Comments:

The UCAA Corporate Amendment Application for the company name change from Medico Life Insurance Company to Ability Insurance Company was filed with the Legal Division of the Arkansas Insurance Department on August 10, 2009. Attached is a copy of the letter submitted.

Attachment:

AR Ltr-MLIC Novation,UCAA & ServOfProcess,Aug2009.pdf

FLESCH READABILITY CERTIFICATION

Form Number _____ has been Flesch tested.
The Flesch Readability Score was computed to be _____.

Form Number _____ has been Flesch tested.
The Flesch Readability Score was computed to be _____.

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Form Number _____ has been Flesch tested.
The Flesch Readability Score was computed to be _____.

Form Number _____ has been Flesch tested.
The Flesch Readability Score was computed to be _____.

MEDICO LIFE INSURANCE COMPANY



Donald K Lawler
Senior Vice President



October 27, 2009

MEDICO LIFE INSURANCE COMPANY
1515 South 75th Street
Omaha, NE 68124
NAIC # 71471

Arkansas Insurance Department
Life & Health Division
1200 West Third Street
Little Rock, AR 72201-1904

RE: Assumption Reinsurance Transactions
SERFF Number: MDTP-126253465
AIC-2008-CHG(OR)-07292009 – Name Change
Endorsement
List of Forms (to be used with new name)

THIS LETTER IS REGARDING A SIMULTANEOUS SUBMISSION WITH MEDICO INSURANCE COMPANY AND MEDICO LIFE INSURANCE COMPANY.

Medico granted Ability Resources a license to use the name "Medico" during a transitional phase. Medico Life is being renamed Ability Insurance Company (Ability). We have submitted the name change filing simultaneously with the Assumption Reinsurance Transaction filing from Medico Life Insurance Company.

Enclosed is the Name Change Endorsement Rider AIC-2008-CHG, that will be sent to each of the Medico Life policyholders in Arkansas, which includes LTC policyholders and Non-LTC policyholders. Also included in this filing is a list of previously-approved forms that we will still be using after the name change becomes effective.

We have submitted the UCAA Corporate Amendments Application. It was sent by overnight mail on August 10, 2009

Thank you for your consideration in approving this filing. I will gladly provide you with any additional information you may require.

Sincerely,

Luanne Melies
Compliance Analyst
1-800-695-5976 Ext. 249
Fax (402) 391-4858
lmelies@gomedico.com

List of Forms for the Name Change From
Medico Life Insurance Company
To
Ability Insurance Company

M15F-002F	04062006	Application Reinstatement Life Product
M4F-207	01011987	Application Reinstatement Cancer Product
M9F-3337	10312005	Accelerated Benefit Disclosure Notice Life Products
M9F-3337A	04272006	Accelerated Benefit Disclosure Notice Life Products

MEDICO® INSURANCE COMPANY

CERTIFICATE OF ASSUMPTION

FIRSTNAME LASTNAME
ADDRESS1
ADDRESS2
ADDRESS3

Policy Number: POLICYNUMBER
Insured: FIRSTLOWER LASTLOWER

MEDICO INSURANCE COMPANY, 1515 South 75th Street, Omaha, NE 68124, a life insurance company organized and existing under the laws of the State of Nebraska in Omaha, Nebraska, is a party to an agreement between ABILITY INSURANCE COMPANY (previously Medico Life Insurance Company), 1515 South 75th Street, Omaha, NE 68124, and MEDICO INSURANCE COMPANY providing for the assumption by MEDICO INSURANCE COMPANY of all obligations and liabilities under this policy of insurance issued by ABILITY INSURANCE COMPANY. By virtue of this agreement, the liabilities and obligations of ABILITY INSURANCE COMPANY under this policy of insurance issued by ABILITY INSURANCE COMPANY are now directly those of MEDICO INSURANCE COMPANY. All benefits under the policy remain the same.

All premiums now or hereafter due on this policy are payable to MEDICO INSURANCE COMPANY at its home office or executive office or to its duly authorized agents.

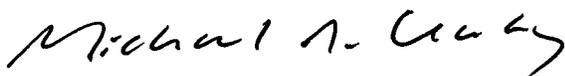
This Certificate of Assumption forms a part of and is to be attached to your policy.

Future payments of benefits and claims will be made by MEDICO INSURANCE COMPANY, and all premium payments, claims and correspondence relating to the policy should be sent to:

MEDICO INSURANCE COMPANY
P.O. Box 3477
Omaha, Nebraska 68103
1-800-228-6080 (Toll-Free)

For further information regarding the financial condition of MEDICO INSURANCE COMPANY, please contact the Arkansas Insurance Department at 1200 West Third Street, Little Rock, AR 72201, or by phone at (501) 371-2600 or (800) 282-9134.

In Witness Whereof, MEDICO INSURANCE COMPANY has caused this Certificate of Assumption to be executed this «LETTERDATE». Signed at the Home Office of MEDICO INSURANCE COMPANY in Omaha, Nebraska.



Michael J. Leahy
Secretary



Timothy J. Hall
President

Effective Date: «EFFDATE»

ABILITY INSURANCE COMPANY

CERTIFICATE OF ASSUMPTION

FIRSTNAME LASTNAME
ADDRESS1
ADDRESS2
ADDRESS3

Policy Number: POLICYNUMBER
Insured: FIRSTLOWER LASTLOWER

ABILITY INSURANCE COMPANY, 1515 South 75th Street, Omaha, NE 68124, a life insurance company organized and existing under the laws of the State of Nebraska in Omaha, Nebraska, is a party to an agreement between MEDICO[®] INSURANCE COMPANY, 1515 South 75th Street, Omaha, NE 68124, and ABILITY INSURANCE COMPANY providing for the assumption by ABILITY INSURANCE COMPANY of all obligations and liabilities under this policy of insurance issued by MEDICO INSURANCE COMPANY. By virtue of this agreement, the liabilities and obligations of MEDICO INSURANCE COMPANY under this policy of insurance issued by MEDICO INSURANCE COMPANY are now directly those of ABILITY INSURANCE COMPANY. All benefits under the policy remain the same.

All premiums now or hereafter due on this policy are payable to ABILITY INSURANCE COMPANY at its home office or executive office or to its duly authorized agents.

This Certificate of Assumption forms a part of and is to be attached to your policy.

Future payments of benefits and claims will be made by ABILITY INSURANCE COMPANY, and all premium payments, claims and correspondence relating to the policy should be sent to:

ABILITY INSURANCE COMPANY
P.O. Box 3735
Omaha, Nebraska 68103
1-877-795-8493 (Toll-Free)

For further information regarding the financial condition of ABILITY INSURANCE COMPANY, please contact the Arkansas Insurance Department at 1200 West Third Street, Little Rock, AR 72201, or by phone at (501) 371-2600 or (800) 282-9134.

In Witness Whereof, ABILITY INSURANCE COMPANY has caused this Certificate of Assumption to be executed this «LETTERDATE». Signed at the Home Office of ABILITY INSURANCE COMPANY in Omaha, Nebraska.



Marc Adelson
Secretary



Frederick J. Yosua, Jr.
President

Effective Date: «EFFDATE»

Your membership rights under Medico Mutual Insurance Holding Company will continue for a period of three years from the Effective Date shown above.



August 10, 2009

MEDICO LIFE INSURANCE COMPANY
1515 South 75th Street
Omaha, NE 68124
NAIC # 71471

MEDICO INSURANCE COMPANY
1515 South 75th Street
Omaha, NE 68124
NAIC # 31119

Arkansas Insurance Department
Legal Division
1200 West Third Street
Little Rock, AR 72201-1904

RE: Assumption Reinsurance Transactions
2564-CTF-02122009 – Assumption Certificate
(Medico to send to non-LTC policyholders)
2552-CTF-02122009 – Assumption Certificate
(Ability to send to LTC policyholders)
LTC Reinsurance Agreement
Non-LTC Reinsurance Agreement
List of Policy Form Numbers Affected

THIS LETTER IS REGARDING A SIMULTANEOUS SUBMISSION WITH MEDICO LIFE INSURANCE COMPANY.

To Whom It May Concern:

BACKGROUND OF THE TRANSACTION

On September 28, 2007, Medico Insurance Company (Medico) and Ability Resources, Inc. (Ability Resources) completed a transaction through which Medico sold its long-term care (LTC) insurance block and its subsidiary, Medico Life Insurance Company (Medico Life), to Ability Resources.

The transaction with Medico is comprised of four primary components: commutations from reinsurers; inter-company reinsurance agreements; stock sale; and administrative services agreements.

Immediately prior to the stock sale transaction, Medico and Medico Life entered into two Reinsurance Agreements after recapturing a majority of the business ceded to its LTC reinsurance companies. First, through the Long-Term Care Reinsurance Agreement, Medico Life has reinsured 100% of the LTC liabilities within Medico. Second, through the Non-Long-Term Care Reinsurance Agreement, Medico has reinsured 100% of the non-LTC liabilities (Medicare supplement, life and all other health) within Medico Life.

(continued)

Following the transaction, the companies' business blocks are as follows:

- Medico Insurance Company – Medicare Supplement, Short-Term Care, Final Expense and Other Health and Life.
- Medico Life Insurance Company – Long-Term Care

Medico granted Ability Resources a license to use the name "Medico" during the transitional phase. Medico Life is being renamed Ability Insurance Company (Ability). Medico Life is submitting the UCAA Corporate Amendments Application simultaneously with this Assumption Reinsurance Transaction filing. It will be sent by overnight mail today.

As part of the transaction, Medico and Ability will undertake joint novation programs. First, Medico will seek to novate the LTC policies to Ability. Second, Ability (Medico Life) will seek to novate all non-LTC policies from Ability (Medico Life) to Medico. The novation will affect 36 Medico Life non-LTC policyholders and 312 Medico LTC policyholders. The total gross premium of the non-LTC policies to be ceded is \$49,858.29. The total gross premium of the Arkansas LTC policies to be ceded is \$612,805.17. The novation processes will occur over a period of approximately two years, due to requirements which vary from state to state.

Since the September 2007 transaction, Medico is performing various administrative functions with respect to the LTC policies, while Ability continues the process of permanently migrating the administrative services to its operation.

PROCESS/FORMS

The Companies intend to make each of these assumptions effective on the later of October 1, 2009 or following the approval and the necessary time to give the policyholder sufficient notice. The following forms will be provided to the affected policyholders:

- 2564-CTF-02122009 – Medico Insurance Company will send this form to each of the 37 Medico Life non-LTC policyholders affected by the Non-LTC Reinsurance Agreement.
- 2552-CTF-02122009 – Ability Insurance Company will send this form to each of the 314 Medico LTC policyholders affected by the LTC Reinsurance Agreement.

Thank you for your consideration in approving this filing. Due to the complexity of this transaction, I will gladly provide you with any additional information you may require.

Sincerely,

MEDICO LIFE INSURANCE COMPANY



Donald K. Lawler, J.D., M.B.A.
Senior Vice President
(402) 218-4069
Fax (402) 398-0884
dlawler@abilityre.net

MEDICO INSURANCE COMPANY



Desiree Buckley
V.P. & Director of Compliance
(402) 398-0875
Fax (402) 391-4858
dbuckley@gomedico.com



August 10, 2009

MEDICO LIFE INSURANCE COMPANY
1515 South 75th Street
Omaha, NE 68124
NAIC # 71471

Terry Scott
Legal Division
Arkansas Insurance Department
1200 West Third Street
Little Rock, AR 72201-1904

*RE: Assumption Reinsurance Transactions
Company Name Change
Corporate Amendments Application*

THIS LETTER IS REGARDING A SIMULTANEOUS SUBMISSION WITH MEDICO INSURANCE COMPANY AND MEDICO LIFE INSURANCE COMPANY.

Dear Mr. Scott:

On August 10, 2009 we submitted a paper filing in care of the Legal Division for Medico Insurance Company (Medico) and Medico Life Insurance Company (Medico Life) due to the sale of Medico Life to Ability Resources, Inc. (Ability Resources) and two Assumption Reinsurance Transactions. I am enclosing a copy of the cover letter from that filing.

Enclosed is the UCAA Corporate Amendments Application for the Company name change. On September 28, 2007, Medico Insurance Company (Medico) and Ability Resources, Inc. (Ability Resources) completed a transaction through which Medico sold its long-term care (LTC) insurance block and its subsidiary, Medico Life Insurance Company (Medico Life), to Ability Resources. Medico granted Ability Resources a license to use the name "Medico" during the transitional phase following the sale of Medico Life to Ability Resources. Medico Life has now been renamed Ability Insurance Company (Ability). This name change was approved by the Nebraska Department of Insurance, effective February 10, 2009. The Name Change Endorsement will be filed with the Life & Health Division upon approval of this transaction. We are requesting a February 10, 2009 effective date for the name change from Medico Life Insurance Company to Ability Insurance Company.

(continued)

The change of control is exempt under section 23-63-526 as the transaction did not result in a combined market share of the involved insurers exceeding 5% of the total Arkansas market, and there was no increase in any market share as a result of the transaction.

The UCAA Corporate Amendments Application for Medico Life Insurance Company is enclosed and is being filed simultaneously with the above-listed SERFF filings.

Enclosed with this letter are the following items:

1. The UCAA Application Checklist (Form 1C), UCAA Application (Form 2C) and the original Certificate of Authority issued by your Department.
2. The required \$500 filing fee and a copy of the check; which is \$500 for the name change.
3. The Amended Articles of Incorporation.
4. The Amended By-Laws.
5. The Uniform Consent to Service of Process (Form 12).
6. A copy of the name change approval from the state of domicile (Nebraska).

Thank you for your consideration in approving this name change, and in granting an amended Certificate of Authority. Please let us know if we can provide you with any additional information.

Sincerely,

MEDICO LIFE INSURANCE COMPANY

A handwritten signature in black ink, appearing to read 'Donald K. Lawler', with a stylized, cursive script.

Donald K. Lawler, J.D., M.B.A.
Senior Vice President
(402) 218-4069
Fax (402) 398-0884
dlawler@abilityre.net

Sent by overnight mail on August 10, 2009