

G. Mark Chaney
Executive Vice President
Chief Financial Officer

CareFirst BlueCross BlueShield
10455 Mill Run Circle
Owings Mills, MD 21117-4208
Tel. 410-998-5971
Fax 410-998-7810
E-mail: mark.chaney@carefirst.com



November 2, 2009

The Honorable Gennett Purcell
Acting Commissioner
Department of Insurance, Securities and Banking
810 First Street, NE, Suite 701
Washington, DC 20002

Dear Acting Commissioner Purcell,

Pursuant to the Government of the District of Columbia Order Enlarging Time for Department of Insurance, Securities and Banking to Issue Surplus Determination and Extension of Hearing Record, Group Hospitalization and Medical Services, Inc. (GHMSI) respectfully submits the following documents and testimony to assist the Commissioner of the D.C. Department of Insurance, Securities and Banking (DISB) in her evaluation of the appropriateness of the financial reserves held by GHMSI for the protection of its subscribers:

- Milliman Response to ARM, Attachment 1
- Hogan and Hartson Post Hearing Brief, Attachment 2
- Lewin Review of GHMSI Surplus, Attachment 3

Also included are GHMSI's responses to questions posed by the Commissioner, DISB staff and consultants during the September 9 and 10 hearing, and are included in Attachment 4.

Please contact us with any questions or comments.

Sincerely,

A handwritten signature in black ink that reads "G. Mark Chaney". The signature is written in a cursive, flowing style.

G. Mark Chaney
Executive Vice President
Chief Financial Officer