



February 15, 2007

IMPORTANT INFORMATION ABOUT MENTAL HEALTH BENEFITS

Dear GHI Subscriber:

In December 2006, New York State enacted legislation known as "Timothy's Law." The law changes the coverage requirements for the diagnosis and treatment of mental, nervous, or emotional disorders under all health coverage policies.

Timothy's Law took effect on January 1, 2007. It applies to all policies as they issue or renew on or after that date. We are currently working on formal amendments to your policy that will explain in detail your new benefits and determining any related premium adjustments. We will get these to you as soon as they are ready. However, you may be entitled to benefits right now even without the formal change to your policy. This letter explains how the new law applies to you.

Since you are covered under a policy for members of a small group (comprised of 50 or fewer eligible employees), your benefits now include coverage for the diagnosis and treatment of mental, nervous, or emotional disorders for up to 30 days of inpatient care and 20 visits of outpatient care per calendar year. If your current benefits already exceed these limits, your current benefits will not be reduced at this time.

These benefits will be comparable to other benefits provided under your policy. The deductibles, copayments, or coinsurance applied to the mental health benefits will be equal to those applied to other benefits under your policy. If your policy includes any lifetime maximums on the number of inpatient days for mental health, those maximums are being eliminated.

To be eligible for benefits, the services provided to you must be medically necessary as determined by GHI.

GHI provides our members with access to mental health services through its association with ValueOptions, one of the nation's leading providers of these services. If you need mental health services, please call the toll-free number for mental health benefits on the back of your GHI ID card or call ValueOptions at 1-866-271-6403.

Please visit GHI.com to review a list of helpful Questions and Answers about Timothy's Law. If you have any other questions about Timothy's Law, call GHI at 1-800-624-2414.

Sincerely,

Marilyn DeQuatro
Senior Vice President
Customer Service Division