



TO: 2011-2012 HPIC Insureds

FROM: Mark D. Morris  
President & CEO

DATE: June 19, 2012

**RE: Statement from Healthcare Professionals Insurance Company**

The Governor's budget contains provisions that amend the Physicians Excess Liability Program. Physicians are eligible for the excess insurance coverage commencing July 1, 2012 if they received policies continuously for coverage periods ending June 30, 2010 through June 30, 2012. Physicians who did not have continuous coverage or new physicians may still be eligible.

An additional provision provides that if the number of eligible physicians as of June 30, 2010 is greater than the number of eligible physicians for the coverage period commencing July 1, 2012, each general hospital may certify additional physicians on a proportional basis. This provision is aimed at accommodating those physicians not otherwise eligible.

There is the possibility that despite these provisions, physicians requesting coverage will not be eligible. We will know this after the July 1, 2012 coverage period has commenced. In these cases, Healthcare Professionals Insurance Company will bind coverage on a direct pay basis retroactively to July 1, 2012 for those physicians that otherwise meet our underwriting criteria.