STATE OF ARIZONA

Department of Insurance and Financial Institutions FILED September 4, 2020 by AS

STATE OF ARIZONA 1 DEPARTMENT OF INSURANCE AND FINANCIAL INSTITUTIONS 2 In the Matter of the Acquisition of Control of 3 Docket No. 20A-052-INS Magellan Complete Care of Arizona, Inc. 4 (NAIC No. 14641) ORDER APPROVING 5 **ACQUISITION** 6 Insurer, By 7 Molina Healthcare, Inc. 8 9 Petitioner. 10 11 On May 29, 2020, Molina Healthcare, Inc. ("Petitioner") submitted an application for the 12 acquisition of control of Magellan Complete Care of Arizona, Inc. ("Insurer") to the Arizona 13 Department of Insurance and Financial Institutions (the "Department") for approval of Petitioner 14 as the controlling person of the Insurer pursuant to the provisions of Arizona Revised Statutes 15 (A.R.S.) §20-1070. 16 Based upon reliable evidence provided to the Director of Insurance and Financial 17 Institutions ("Director") by the Assistant Director of the Financial Affairs Division of the 18 Department, the Director finds as follows: 19 **FINDINGS OF FACT** 20 1. The Insurer is a domestic health care services organization as referred to in A.R.S. §20-1051. 21 22 2. The Petitioner filed a statement as referred to in §20-1070. 23

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3. The Petitioner has demonstrated that Insurer will continue to maintain the requirements for a certificate of authority as required by A.R.S. §20-1070(D) subsequent to the change in control.

CONCLUSIONS OF LAW

- 1. The application established that none of the enumerated grounds set forth in A.R.S. §20-1070(D) exist so as to provide a basis for disapproval or rejection of Petitioner's acquisition of control of the Insurer.
- 2. Petitioner presented credible evidence for approval of its acquisition of control of the Insurer and the Petitioner to be a controlling person pursuant to the provisions of A.R.S. §20-1070.

ORDER

THEREFORE, I, Evan G. Daniels, Director of Insurance and Financial Institutions of the State of Arizona, for the purpose of protecting and preserving the public health, safety and welfare, and by virtue of the authority vested in me by A.R.S. §§20-142 and 20-1070 hereby order that:

- 1. The acquisition of control of the Insurer by the Petitioner is approved.
- 2. Subject to A.R.S. §20-481.21(A), all documents, materials and other information that is in the possession or control of the Department and that was obtained by or disclosed to the Director or any other person in the course of filing the application is confidential and privileged, is not subject to Title 39, Chapter 1, Article 2 and is not subject to subpoena.
- 3. The Petitioner shall advise the Director in writing of the effective date of the change of control.

1	4. The failure to adhere to one or more of the above terms and conditions shall
2	result without further proceedings in the suspension or revocation of the Insurer's Certificate of
3	Authority.
4	Effective this <u>4th</u> day of <u>September</u> , 2020.
5	Evan I Dami
6	EVAN G. DANIELS, Director
7	Arizona Department of Insurance and Financial Institutions
8	COPY of the foregoing mailed/delivered
9	this 4th day of September , 2020, to:
10	Ryan A. Oliver Molina Healthcare, Inc.
11	2180 Harvard Street, Suite 400 Sacramento, California 95815 Ryan.oliver@molinahealthcare.com
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13	Deian Ousounov, Regulatory Legal Affairs Officer Maria Ailor, Assistant Director
14	Kurt A. Regner, CFE, Assistant Director Catherine O'Neil, Consumer Legal Affairs Officer
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