August 1, 2012

Dear Clark Atlanta University Student:

In March 2012, the U.S. Department of Health and Human Services and the Centers for Medicare and Medicaid Services issued final rules outlining the applicability of the Patient Protection and Affordable Care Act and the Health Care and Education Reconciliation Act of 2010, collectively known as the Affordable Care Act (ACA). This legislation is commonly referred to as “health care reform” and is mandated by the U.S. government, not Clark Atlanta University.

WHAT DOES THIS MEAN FOR STUDENTS?

• For most students, the amount of per-student insurance coverage CAU carries must increase.

  Until this ruling took effect, the University carried a minimum of $10,000 in insurance coverage for each student. As a result of the changes effected by health care reform laws, the minimum amount of coverage per student must increase to $100,000.

• The fee you pay for CAU’s student insurance coverage, provided by Aetna Student Health, must increase.

  The University has labored to keep your fees, which must be paid to become financially enrolled, as low as possible. On average, attempts to secure this same coverage independent of CAU would prove a far more expensive undertaking.

  “During the 2011-12 academic year, student coverage cost $110.
  “During the 2012-13 academic year, coverage will be $754, $314 during the Fall 2012 semester, and $440 during the Spring 2013 semester, with the first payment due August 1.
  “Graduate students may purchase coverage for spouses at a rate of $2821, $1,175 for the Fall 2012 semester and $1,646 during the Spring 2013 semester.
  “Graduate students also may add children to the plan at a cost of $1,404 per child, with $585 payable during Fall 2012 and $819 payable during the Spring 2013 semester.

MUST I CARRY THIS COVERAGE?

• Clark Atlanta University requires students to have health insurance, both to protect against high medical costs and to ensure access to quality health care. While the majority of CAU’s students will be required to have the University’s insurance, some may be eligible to opt-out, or waive, the coverage.

<table>
<thead>
<tr>
<th>Individuals Required to Have CAU Insurance</th>
<th>Individuals Eligible to Request a Waiver</th>
</tr>
</thead>
<tbody>
<tr>
<td>“Full-time undergraduate students;</td>
<td>“Full-time undergraduate students;</td>
</tr>
<tr>
<td>“Graduate and undergraduate residential</td>
<td>“Graduate and undergraduate residential</td>
</tr>
<tr>
<td>students;</td>
<td>students;</td>
</tr>
<tr>
<td>“International students with F1-J1 status;</td>
<td>“International students with F1-J1 status;</td>
</tr>
<tr>
<td>“Student athletes”</td>
<td></td>
</tr>
</tbody>
</table>

  Student athletes may not waive CAU insurance coverage.
HOW DO I BECOME ELIGIBLE TO WAIVE CAU's INSURANCE COVERAGE?

• If you have health insurance through your parents or some other source that meets all of the following University criteria, you may opt out of CAU health insurance coverage plan:

You may opt out (waive) Clark Atlanta University's health insurance coverage plan IF:

° Your plan offers a lifetime maximum of at least $100,000 in coverage;
° Your plan provides in-patient care, including mental health care;
° Your plan provides out-patient care, including office visits, out-patient mental health care and ancillary* procedures. (Please note that emergency care only will not satisfy this requirement.);
° Your plan’s coverage must remain in force throughout the 2012-13 academic year;
° Your plan must provide coverage for pre-existing conditions;
° You must acknowledge that you are responsible for payment of all fees for medical and mental health treatment not covered by your insurance plan, including but not limited to deductibles, copays, coinsurance and the expenses above your policy maximums and benefit limits.
° You must understand that some health facilities, including Clark Atlanta University’s Student Health Services, may require payment at the time treatment is provided.

• Students who do not waive CAU’s health insurance coverage by Oct. 1, 2012, will automatically be enrolled in the plan. Students who wish to request a waiver should follow the process outlined below.

1. Log into Aetna Student Health’s HARD WAIVER PORTAL beginning August 31.
2. Aetna Student Health will confirm or decline your waiver. The University does not make this determination.
3. If your request for a waiver is confirmed, your name will be forwarded to the University for removal of the coverage fee from your student account.
4. If you are denied the waiver, you will automatically be enrolled in the University’s insurance coverage plan and the $754 fee ($314 for the Fall 2012 and $440 for the Spring 2013 semester) will be assessed to your account.

If you have questions or require additional information, feel free to call 404-880-8286.

# # #