Final Regulations for Health Coverage Portability for Group Health Plans and Group Health Insurance Issuers Under HIPAA Titles I & IV; Correction

Announcement 2005-33

AGENCIES: Internal Revenue Service, Department of the Treasury; Employee Benefits Security Administration, Department of Labor; Centers for Medicare & Medicaid Services, Department of Health and Human Services.

ACTION: Correcting Amendment.

SUMMARY: This document corrects final regulations (T.D. 9166, 2005–8 I.R.B. 558) that were published in the **Federal Register** on December 30, 2004 (69 FR 78720) governing portability requirements for group health plans and issuers of health insurance coverage offered in connection with a group health plan.

DATES: These corrections are effective February 28, 2005.

FOR FURTHER INFORMATION CONTACT: Dave Mlawsky, Centers for Medicare & Medicaid Services (CMS), Department of Health and Human Services, at 1–877–267–2323 ext. 61565; Amy Turner, Employee Benefits Security Administration, Department of Labor, at (202) 693–8335 (not a toll-free number); or Russ Weinheimer, Internal Revenue Service, Department of the Treasury, at (202) 622–6080 (not a toll-free number).

SUPPLEMENTARY INFORMATION:

Background

The final regulations that are the subject of these corrections are under sections 9801, 9831, 9832, and 9833 of the Internal Revenue Code; sections 701, 731, 732, 733, and 734 of the Employee Retirement Income Security Act; and sections 2701, 2721, 2723, 2791, and 2792 of the Public Health Service Act.

Need for Correction

As published, the final regulation contains errors that may prove to be misleading and are in need of clarification.

Correction of Publication

Accordingly, 26 CFR Part 54, 29 CFR Part 2590 and 29 CFR Part 146 are corrected by making the following correcting amendment:

PART 54—PENSION EXCISE TAXES

Par. 1. The authority citation for part 54 continues to read as follows:

Authority: 26 USC 7805* * *

§54.9831-1 [Corrected]

1. Section 54.9831–1(c)(3)(iii)((B), the language "of which are for treatment of the eye." is removed and the language "all of which are for treatment of the eye." is added in its place.

PART 2590—RULES AND REGULATIONS FOR GROUP HEALTH PLANS

Par. 1. The authority citation for part 2590 continues to read as follows:

Authority: 29 USC 1027, 1059, 1135, 1161–1168, 1169, 1181–1183, 1181 note, 1185, 1185a, 1185b, 1191, 1191a, 1191b, and 1191c, sec. 101(g), Public Law 104–191, 101 Stat. 1936; sec. 401(b), Public Law 105–200, 112 Stat. 645 (42 USC 651 note); Secretary of Labor's Order 1–2003, 68 FR 5374 (Feb. 3, 2003).

§ 2590.731 [Corrected]

- 2. Section 2590.731(c)(2)(i), the language "§2590.701–3(a)(1)(i) (for purposes of" is removed and the language "§2590.701–3(a)(2)(i) (for purposes of" is added in its place.
- 3. Section 2590.731(c)(2)(ii), the language "and §2590.701–3(a)(1)(ii) (for purposes" is removed and the language "§2590.701–3(a)(2)(ii) (for purposes" is added in its place.
- 4. Section 2590.731(c)(2)(iii), the language "the Act and §§2590.701–3(a)(1)(iii) and" is removed and the language "the Act and §§2590.701–3(a)(2)(iii) and" is added in its place.

PART 146—REQUIREMENTS FOR THE GROUP HEALTH INSURANCE MARKET

Par. 1. The authority citation for part 146 continues to read as follows:

Authority: Secs 2701 through 2763, 2791, and 2792, of the Public Health Service Act, 42 USC 300gg through 300gg–63, 300gg–91, 30gg–92 as amended by HIPAA (Public Law 104–191, 110 Stat. 1936), MHPA (Public Law 104–204, 110 Stat. 2944, as amended by Public Law 107–116, 115 Stat. 2177), NMHPA (Public Law 104–204, 110 Stat. 2935), WHCRA (Public Law 105–277, 112 Stat. 2681–436), and section 103(c)(4) of HIPAA.

§146.125 [Corrected]

5. Section 146.125, the language "Sections 146.111 through 146.119," is removed and the language "Section 144.103, §§146.111 through 146.119," is added in its place.

§146.143 [Corrected]

- 6. Section 146.143(b), the language "section 514 of the Act with respect to" is removed and the language "section 514 of ERISA with respect to" is added in its place.
- 7. Section 146.143(c)(2)(i), the language "\$146.111(a)(1)(i) (for purposes of' is removed and the language "\$146.111(a)(2)(i) (for purposes of' is added in its place.
- 8. Section 146.143(c)(2)(ii), the language "PHS Act and §146.111(a)(1)(ii) (for" is removed and the language "PHS Act and §146.111(a)(2)(ii) (for" is added in its place.
- 9. Section 146.143(c)(2)(iii), the language "the PHS Act and \$\$146.111(a)(1)(iii)" is removed and the language "the PHS Act and \$\$146.111(a)(2)(iii)" is added in its place.

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Dated this 16th day of March, 2005.

Ann Agnew,
Executive Secretary,
Department of Health and Human
Services.

Dated this 15th day of February, 2005.

Daniel J. Maguire,
Director, Office of Health Plan
Standards and Compliance Assistance,
Employee Benefits Security
Administration,
Department of Labor.

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