April 27, 2010

Anthem Health of Indiana
4550 Victory Lane
Indianapolis, IN 46203
ATTN: Public Relations or Press Office

Dear Sir or Madam:

The Project On Government Oversight (POGO) has updated its Federal Contractor Misconduct Database (http://www.contractormisconduct.org/), a compilation of information from public resources regarding government contractors, including Anthem Health of Indiana. I have enclosed the findings relevant to your company, and I am seeking verification of this data.

Any response would be greatly appreciated, as the accuracy of this information is in the best interest of all parties. Out of fairness to Anthem Health of Indiana, please be assured that any response received by POGO will be posted on the website along with the data. Please note that the database includes pending instances, but these are kept separate from resolved instances and are not included in the totals.

If you have any questions, I can be reached at (202) 347-1122. Thank you for your time and consideration.

Sincerely,

Neil Gordon
Investigator

Enclosure
Instances

1. Overcharging Federal Employee Health Benefits Program
Date: 08/08/2005 (Date of Announcement)
Misconduct Type: Government Contract Fraud
Enforcement Agency: Multiple Agencies
Contracting Party: Multiple Agencies
Court Type: Civil
Amount: $1,500,000
Disposition: Settlement
Synopsis: Anthem Insurance Companies paid the United States $1.5 million to settle False Claims Act allegations that the company overcharged the Federal Employee Health Benefits Program (FEHBP). The government alleged that, from 1992 through 2002, Anthem included profit in the cost of certain services billed to the program by a company under common corporate control and improperly calculated the amount of drug rebates due the program.

2. Medicare Overcharging
Date: 09/21/2005 (Date of Announcement)
Misconduct Type: Government Contract Fraud
Enforcement Agency: Health and Human Servs.
Contracting Party: Health and Human Servs.
Court Type: Civil
Amount: $6,000,000
Disposition: Settlement
Synopsis: AdminaStar Federal, Inc., a subsidiary of Anthem Insurance Companies, paid the United States $6 million to resolve False Claims Act allegations that the company interfered with Medicare evaluations and overcharged the federal healthcare program. The government alleged that company employees, during the period from 1991 through 1998, tampered with and altered Medicare files and claims information, and hung up on customer service phone calls, in an effort to improve scores on Medicare evaluations of Medicare operations in Kentucky administered by AdminaStar Federal.