

Qualified Health Plan Issuer Application Instructions

2022

**Extracted section:
Section 1C: Good Standing (Optional)**

[02/2021]

Section 1C: Good Standing (Optional)

1. Introduction

In the Good Standing section, you demonstrate compliance with all applicable state solvency and regulatory requirements (Figure 1C-1). You must be licensed in the state in which you are applying to satisfy the good standing standard.

2. Data Requirements

If you do not comply with the good standing standard, provide the following information:

1. If applicable, a description of how you will comply with state solvency requirements
2. If applicable, a description of how you will respond to corrective actions.

The instructions for this section apply to the following issuer types:

- QHP
- SADP

See Appendix E for additional information.

Figure 1C-1. Good Standing Application Section

Good Standing (optional)

Each issuer applying to offer QHPs in a given State may demonstrate that it is in good standing in the State. This section of the Issuer Application asks a series of questions and requires supplemental documentation supporting the answers to the questions. CMS will work with State insurance departments to verify compliance with this standard for each State in which the applicant seeks certification of QHPs.

Instructions and Reference Material (PDF) [3.21 MB]

Summary

Program Attestations ✓

State Licensure

Good Standing

Accreditation ✓

ECP/Network Adequacy

Review

Data Submitter | Final Submission

1. Is the applicant seeking QHP certification for this State currently out of compliance with any applicable State solvency requirements for the calendar year in which it is applying to offer QHPs?

If Yes, please upload supporting documentation associated with State solvency compliance and provide a justification.

Yes No

2. Is the applicant currently under any corrective action related to financial review?

If Yes, provide a justification and upload supporting documentation providing evidence of current State corrective actions.

Yes No

Save Submit Section Previous Next

3. Quick Reference

Key Changes for 2022

- ◆ No changes for the 2022 QHP Application.

Tips for the Good Standing Section

- ◆ If the user responds **No** to Question 1, no additional information is needed to proceed.
- ◆ If the user responds **Yes** to Question 2, the user may upload supporting documents and provide a justification.
- ◆ If the user responds **No** to Question 2, no additional information is needed to proceed.
- ◆ If you do not comply with the state solvency requirements or are under corrective action related to financial review, complete supporting documentation and provide a justification.

Additional Resources

- ◆ There are [optional supporting documents](#) for this section.
- ◆ There are no instructional videos for this section.
- ◆ There are no templates for this section.

4. Detailed Section Instructions

If you choose to submit information for this section, you will use radio buttons that have conditional functionality. This means that the information requested will depend on the response that you select.

If you respond **Yes** to Question 1, you may upload supporting documentation and provide a justification. If you respond **No** to Question 1, no additional information is needed to proceed.

Good Standing Question 1	Steps
Is the applicant seeking QHP certification for this state currently out of compliance with any applicable state solvency requirements for the calendar year in which it is applying to offer QHPs?	Choose from the following: <ul style="list-style-type: none"> ◆ Yes—if you do <u>not</u> comply with state solvency requirements. If you select Yes, upload supporting documentation and a justification in this section and select Solvency Compliance as the document type. ◆ No—if you <u>comply</u> with state solvency requirements. If you select No, proceed to the next step.

If you respond **Yes** to Question 2, you may upload supporting documents and provide a justification.

Good Standing Question 2	Steps
Is the applicant currently under any corrective action related to financial review?	Choose from the following: <ul style="list-style-type: none"> ◆ Yes—if you <u>are</u> under corrective action related to financial review. If you select Yes, upload supporting documentation in this section and select Corrective Action as the document type. ◆ No—if you are <u>not</u> under corrective action related to financial review. If you select No, proceed to the next section of the application.

If you do not comply with the good standing standard, you must submit supporting documentation and a justification.

Good Standing Supporting Documentation	
If you respond Yes to question 1 (you do <u>not</u> comply with state solvency standards), upload a description of how you intend to comply and provide a justification for noncompliance. <ul style="list-style-type: none"> ◆ The description should include the following: <ul style="list-style-type: none"> ▪ List of solvency requirements with which the issuer currently does not comply ▪ Detailed explanation of the plan to comply ▪ Timeframe for complying. The justification should explain the conditions that caused financial insolvency (such as insufficient premium income or catastrophic medical expenses).	
If you respond Yes to question 2 (you <u>are</u> under corrective action), upload a description of how you intend to respond to corrective actions and provide a justification. <ul style="list-style-type: none"> ◆ The description should include the following: <ul style="list-style-type: none"> ▪ List of corrective actions issued ▪ Detailed explanation of the plan to respond to corrective actions ▪ Timeframe for implementing the corrective action plan. The justification should explain how a corrective action plan or equivalent document will address the issues identified by the state.	

After entering all data, click **Save** to ensure no data are lost. The next section of the Instructions for the PY2022 QHP Application is Accreditation.