

§ 153.10 Basis and scope.

(a) *Basis*. This part is based on the following sections of title I of the Affordable Care Act (Pub. L. 111-148, 24 Stat. 119):

- (1) Section 1321. State flexibility in operation and enforcement of Exchanges and related requirements.
- (2) Section 1341. Transitional reinsurance program for individual market in each State.
- (3) Section 1342. Establishment of risk corridors for plans in individual and small group markets.
- (4) Section 1343. Risk adjustment.

(b) *Scope*. This part establishes standards for the establishment and operation of a transitional reinsurance program, temporary risk corridors program, and a permanent risk adjustment program.