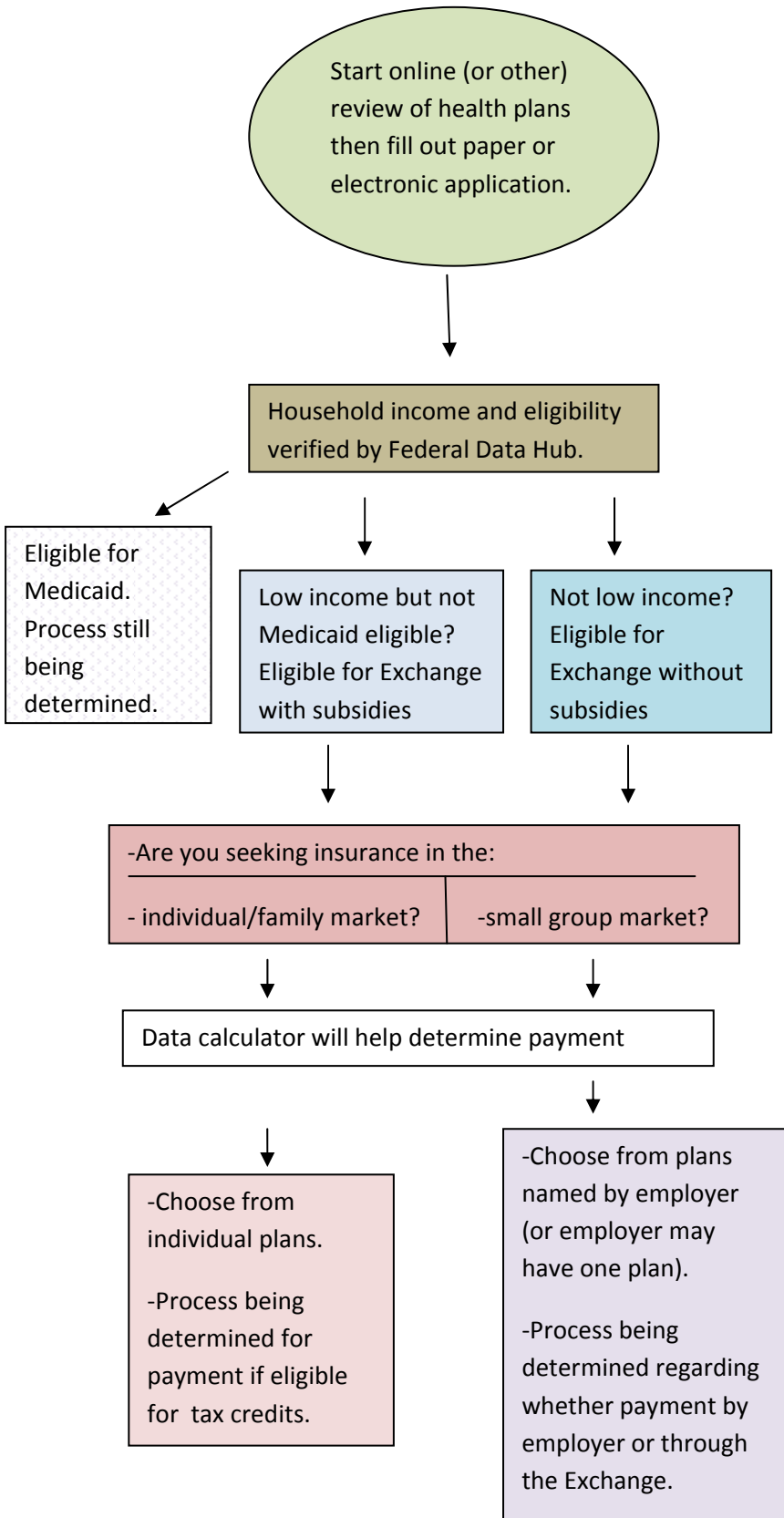


Figure 1: SIMPLIFIED EXAMPLE OF EXCHANGE/SHOP PROCESS



Among likely questions to be asked:

- **Eligibility for exchange purchase:**
 - Are you a citizen, a national, or a lawfully present alien?
 - Are you incarcerated?
 - In what state are you a resident?
 - Do you file federal income tax returns?
 - What is your social security number?
- **Eligibility for tax credits/assistance**
 - What is your household size for income tax purposes?
 - What is your modified adjusted gross income for the latest tax year?
 - What is your current monthly income or projected annual income (this is subject to verification)?

Employer in SHOP Exchange:

- Reports number of employees (to determine if eligible for small business credits).
- Reviews plans and may limit options for employees.
- Provides payment (either to employee or directly to exchange—still to be determined).