

IN THE UNITED STATES COURT OF FEDERAL CLAIMS

HEALTHFIRST PHSP, INC.,)	
)	
Plaintiff,)	
)	No. 20-179C
v.)	
)	Judge Margaret M. Sweeney
THE UNITED STATES,)	
)	
Defendant.)	
)	

STIPULATION FOR ENTRY OF JUDGMENT

To finally resolve the risk corridors claims of Plaintiff Healthfirst PHSP, Inc. (“Healthfirst”), against the United States, and to permit the entry of a consolidated final judgment on those claims in this case, it is hereby stipulated and agreed between the Parties:

1. The Patient Protection and Affordable Care Act, Pub. L. No. 111-148 (2010), 124 Stat. 119, and the Health Care Reconciliation Act of 2010, Pub. L. No. 111-152 (2010), 124 Stat. 1029 (collectively, the “ACA”) created several interrelated programs to expand access to affordable health insurance coverage.
2. Section 1342 (42 U.S.C. § 18062) of the ACA created the risk corridors program.
3. Healthfirst filed a Complaint in this Court seeking risk corridors damages under section 1342 of the ACA for benefit years 2014, 2015, and 2016. The Complaint asserts two risk corridors counts, each asserting a separate theory for damages arising under section 1342 of the ACA.
4. On April 27, 2020, the United States Supreme Court held that section 1342 of the ACA “created an obligation neither contingent on nor limited by the availability of appropriations or other funds,” that the obligation was not affected by subsequently-enacted

legislation, and that the “petitioners may seek to collect payment through a damages action in the Court of Federal Claims.” *Maine Community Health Options v. United States*, 140 S. Ct. 1308, 1323, 1331 (2020).

5. The Parties agree that the Supreme Court’s decision in *Maine Community Health Options* entitles Healthfirst to receive payment of damages from the United States under ACA section 1342 for risk corridors benefit years 2014, 2015, and 2016 in the total amount of \$7,651,347.39 (“Stipulated Damages Amount”). The Parties further agree that this payment resolves entirely the Complaint for all risk corridors counts seeking damages under section 1342 of the ACA.

6. Accordingly, the Parties jointly request that the Court enter final judgment in favor of Healthfirst in the total damages amount of \$7,651,347.39 on Count I of the Complaint.

7. Upon the Court’s entry of judgment as requested above, the Parties further jointly request that the Court dismiss Count II of the Complaint with prejudice.

8. Upon entry of final judgment and receipt of full payment by Healthfirst of the Stipulated Damages Amount above, Healthfirst PHSP, Inc. (HIOS no. 91237) and any and all of Healthfirst’s affiliated entities, release the United States, its agencies, instrumentalities, officers, agents, employees, and servants, from all claims (including attorneys’ fees, costs, and expenses of every kind and however denominated) that Healthfirst PHSP, Inc. (HIOS no. 91237) and any and all of Healthfirst’s affiliated entities, has asserted, could have asserted, or may assert in the future against the United States its agencies, instrumentalities, officers, agents, employees, and servants, arising under Section 1342 of the ACA.

Dated: June 26, 2020

Respectfully submitted,

OF COUNSEL:
Daniel Wolff
Skye Mathieson
Charles Baek

CROWELL & MORING LLP
1001 Pennsylvania Avenue, NW
Washington, DC 20004

/s/ Stephen McBrady
Stephen McBrady
CROWELL & MORING LLP
1001 Pennsylvania Avenue, NW
Washington, DC 20004
Tel: (202) 624-2500
Fax: (202) 628-5116
SMcBrady@crowell.com

Counsel for Plaintiff

JOSEPH H. HUNT
Assistant Attorney General

RUTH A. HARVEY
Director
Commercial Litigation Branch

KIRK T. MANHARDT
Deputy Director

/s/ Phillip M. Seligman
PHILLIP M. SELIGMAN
Commercial Litigation Branch
Civil Division
United States Department of Justice
P.O. Box 875
Ben Franklin Station
Washington D.C. 20044
Tel. (202) 307-1105
Fax (202) 514-9163
Phillip.seligman@usdoj.gov

Attorneys for the United States