

**From:** [Klemann, Melissa](#)  
**To:** [CMS Shop](#)  
**Cc:** [Klemann, Melissa](#)  
**Subject:** South Dakota Vertical Choice  
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South Dakota is asking that you do not allow for Vertical Choice on the SHOP Exchange in SD at this time. We are concerned with the adverse selection issues this may cause for our issuers in the state. Premiums continue to rise in SD and we feel this may be another factor in escalating premiums for consumers.

Thank you,  
Melissa Klemann  
SD Division of Insurance