

## Aetna Funding Advantage<sup>SM</sup> Taxes and fees report



Running your business is hard work, administering your health plan shouldn't be. As a member of the Aetna family, you can count on us for a simpler health care experience. Your Aetna Funding Advantage plan includes access to information for you to run your health plan smoothly, including our new medical membership report and PCORI calculation example.

### PCORI, part of the ACA Taxes and Fees

As part of the ACA, self-funded plan sponsors must pay an annual fee to help fund PCORI. Each year you have a self-funded plan (like Aetna Funding Advantage), you are required to report and pay the PCORI fee to the IRS through Form 720. You will need to complete and file your IRS Form 720 (found on [www.irs.gov](http://www.irs.gov)) by July 31, 2021 the year following the end of your plan year. You can pay the PCORI fee online at: <https://www.irs.gov/uac/eftps-the-electronic-federal-tax-payment-system>.

### Check out the new Medical Membership Enrollment by Tier Report and PCORI Calculation

Our report\* gives you a breakdown of membership by tier for each month that you can use to determine your Patient-Centered Outcomes Research Institute (PCORI) fee. Membership tiers include employee, employee and spouse, employee and children, and employee and family. In addition, you can view total employees and total members across all tiers. Below is a sample of the report:

Month/Year	Employee Only	Employee+Spouse	Employee+Child(ren)	Employee+Family	Total Employees	Total Members
Jan-18	18	3	3	3	27	43
Feb-18	18	4	3	3	28	45
Mar-18	19	4	3	4	30	51
Apr-18	20	4	3	4	31	52
May-18	19	4	3	4	30	51
Jun-18	19	4	3	4	30	51
Jul-18	18	4	4	4	30	52
Aug-18	18	4	4	4	30	52
Sep-18	18	4	4	4	30	52
Oct-18	19	4	4	4	31	53
Nov-18	20	4	4	4	32	54
Dec-18	20	4	4	4	32	54
Total	226	47	42	46	361	610

There are three methods available to the self-funded plan sponsors to determine the average number of lives covered for a plan year: Actual Count Method, Snapshot Method and Form 5500 Method.

Once you have your membership total, the following calculation estimates your PCORI fee:

***Total Members X = Per Member Per Year (PMPY) Fee Total***

For example, using the Snapshot Method, and the above sample report for a 1/1/18 to 12/31/18 policy: Total Members = 52 X applicable PCORI fee. The PCORI fee can be found at: <https://www.irs.gov/affordable-care-act/patient-centered-outreach-research-institute-filing-due-dates-and-applicable-rates>.

Your PCORI fee is determined by the average number of lives your plan covers. Our new Medical Membership Enrollment by Tier Report can help you determine this average membership – making it easier to calculate your PCORI fee when you file Form 720.

**To access the Medical Membership Enrollment by Tier Report for your Aetna Funding Advantage plan, go to <https://ahia.aetna.com/ahia>. For questions or assistance, please contact your Aetna Representative or visit the [IRS website](#) for common answers about PCORI.**

\*Report based on enrollment data on file or information that has been provided by the broker or plan sponsor. You should review the report's accuracy before use.

**Aetna is the brand name used for products and services provided by one or more of the Aetna group of subsidiary companies, including Aetna Life Insurance Company and its affiliates (Aetna).** Aetna Funding Advantage plans are self-funded, meaning the benefits coverage is offered by the employer.