

## Patient Centered Outcomes Research Institute (PCORI) Fees

### Why is this Fee being applied?

The Patient Centered Outcomes Research Institute (PCORI) was established by Health Care Reform to conduct Comparative Effectiveness Research (CER) on medical treatments, procedures and services. The institute will be funded by fees paid by plan sponsors and insurers.

### What is the Fee?

The fee is \$2.08 per HRA-covered employee (dependents excluded) for plan years ending after 10/1/2014 and before 10/1/2015. For plan years ending on or after 10/1/2015 and before 10/1/2016, the fee is \$2.17. Indexed each year, the fee amount is determined by the value of national health expenditures. The fee phases out and will not apply to plan years ending after September 30, 2019.

### Who Pays the Fee?

For self-insured plans (HRAs or self-funded health plans) the employer is liable to pay the fee. For fully insured health plans, a separate fee will be paid by the carrier directly. A fee does not apply to excepted benefit HRAs (vision, dental, and/or retiree-only HRAs).

Employers must pay the fee directly to the IRS – Choice Strategies can assist with the calculation, but per IRS regulations, cannot submit and pay the fee for the employer.

### How is the Fee Submitted?

The employer is responsible for submitting this fee on IRS Form 720.

### When is the Fee Due?

Fees are due by July 31 following the plan year end date. See the chart on page 2 for details.

### Is Choice Offering Assistance?

Yes, as part of our complimentary plan services, Choice Strategies provides all groups with their fee calculation and filing instructions annually in June.

Groups will receive an email with instructions when the calculation has been posted to their Admin Guide. We advise all clients to have a CPA review all tax forms prior to submitting.

CHOICE STRATEGIES

P.O. Box 2205

SOUTH BURLINGTON, VT 05407

PHONE 1-888-278-2555

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## PCORI Fee Payment Schedule

Plan Year End Date	Due Date	Amount Per Covered Life
1/31/2015	7/31/2016	\$2.08
2/28/2015	7/31/2016	\$2.08
3/31/2015	7/31/2016	\$2.08
4/31/2015	7/31/2016	\$2.08
5/28/2015	7/31/2016	\$2.08
6/30/2015	7/31/2016	\$2.08
7/31/2015	7/31/2016	\$2.08
8/31/2015	7/31/2016	\$2.08
9/30/2015	7/31/2016	\$2.08
10/31/2015	7/31/2016	\$2.17
11/30/2015	7/31/2016	\$2.17
12/31/2015	7/31/2016	\$2.17
1/31/2016	7/31/2017	\$2.17
2/29/2016	7/31/2017	\$2.17
3/31/2016	7/31/2017	\$2.17
4/30/2016	7/31/2017	\$2.17
5/31/2016	7/31/2017	\$2.17
6/30/2016	7/31/2017	\$2.17
7/31/2016	7/31/2017	\$2.17

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