PCORI Fees
IRS Form 720 and Instructions

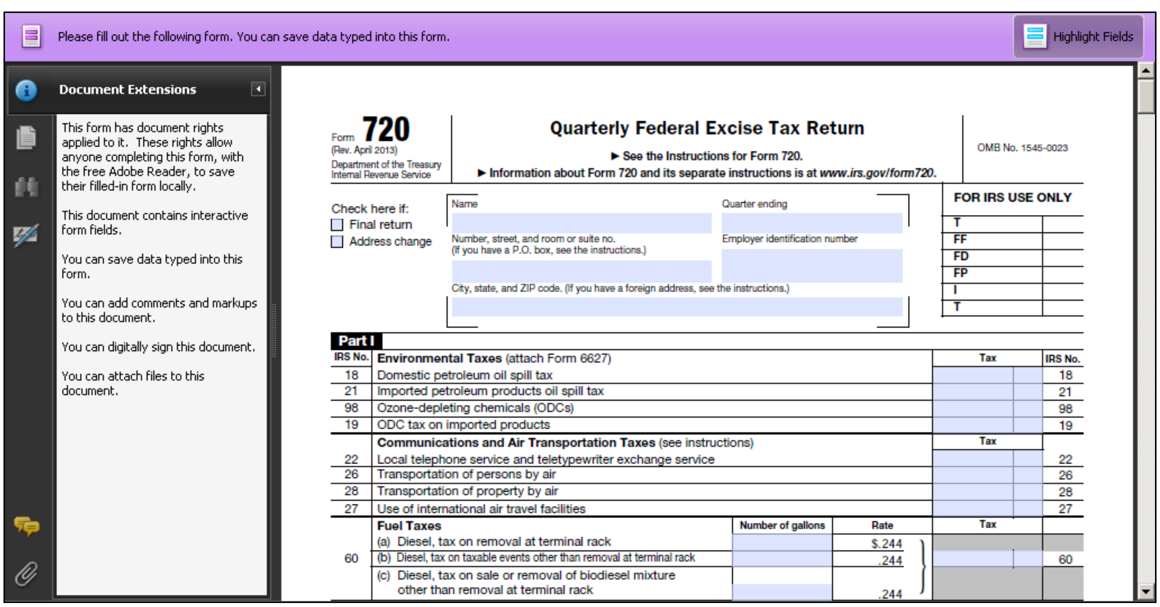
The Affordable Care Act imposes fees on issuers of specified health insurance policies and plan sponsors of applicable self-insured health plans to help fund the Patient-Centered Outcomes Research Institute. The fees, required to be reported annually on the 2nd quarter Form 720 and paid by its due date, July 31st, are based on the average number of lives covered under the policy or plan. The fees apply to policy or plan years ending on or after October 1, 2012, and before October 1, 2019.

The IRS recently released the revised Form 720 that insurers and sponsors of self-insured plans will use to pay the Patient-Centered Outcomes Research Institute (PCORI) fee. Sponsors of calendar year plans must pay the 2012 fee by July 31, 2013. Plan sponsors can now complete their planning for payment of this fee. The IRS has also confirmed health insurers and self-insured health plan sponsors can deduct PCORI fees as ordinary and necessary business expenses.

The types of plans that must pay the PCORI Fees by July 31, 2013 include:

- Health/accident plans
- HRAs with a plan year that began 1/1/2012 that are not an excepted benefit (Employer contribution is greater than $500)
- Health FSAs with a plan year that began 1/1/2012 that are not an excepted benefit (Plan has employer contributions with the maximum reimbursement greater than two times an employee's salary reduction election or employer contribution is greater than $500)
- Retiree plans

- IRS Form 720 can be accessed at http://www.irs.gov/pub/irs-pdf/f720.pdf which is an interactive document so that can be completed on line.



Please fill out the following form. You can save data typed into this form. Highlight Fields

Document Extensions

This form has document rights applied to it. These rights allow anyone completing this form, with the free Adobe Reader, to save their filled-in form locally.

This document contains interactive form fields.

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You can attach files to this document.

Form **720** (Rev. April 2013) Department of the Treasury Internal Revenue Service

Quarterly Federal Excise Tax Return

▶ See the Instructions for Form 720.

▶ Information about Form 720 and its separate instructions is at *www.irs.gov/form720*.

OMB No. 1545-0023

Check here if: ☐ Final return ☐ Address change

Name | Quarter ending

Number, street, and room or suite no. (If you have a P.O. box, see the instructions.) | Employer identification number

City, state, and ZIP code. (If you have a foreign address, see the instructions.)

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Part I

IRS No.	Environmental Taxes (attach Form 6627)	Tax	IRS No.
18	Domestic petroleum oil spill tax		18
21	Imported petroleum products oil spill tax		21
98	Ozone-depleting chemicals (ODCs)		98
19	ODC tax on imported products		19
	Communications and Air Transportation Taxes (see instructions)	Tax	
22	Local telephone service and teletypewriter exchange service		22
26	Transportation of persons by air		26
28	Transportation of property by air		28
27	Use of international air travel facilities		27

	Fuel Taxes	Number of gallons	Rate	Tax	
	(a) Diesel, tax on removal at terminal rack		$.244		
60	(b) Diesel, tax on taxable events other than removal at terminal rack		.244		60
	(c) Diesel, tax on sale or removal of biodiesel mixture other than removal at terminal rack		.244		

- The PCORI fees are entered on line 133 for the appropriate plans. See pages 8 and 9 of the IRS Instructions for completing these fields. Instructions can be found at http://www.irs.gov/pub/irs-pdf/i720.pdf.

1	**Total.** Add all amounts in Part I. Complete Schedule A unless one-time filing ▶				$	
Part II						
IRS No.	**Patient-Centered Outcomes Research Fee** (see instructions)	(a) Avg. number of lives covered	(b) Rate for avg. covered life	Col. (a) x Col. (b)	Tax	IRS No.
133	Specified health insurance policies		$1.00			133
	Applicable self-insured health plans		$1.00			

- Complete the fields on page 7 and make your check or money order payable to "United States Treasury"

▼ Detach Here and Mail With Your Payment and Form 720. ▼

Form **720-V** (2013)

720-V Department of the Treasury Internal Revenue Service	**Payment Voucher** ▶ **Do not staple or attach this voucher to your payment.**	OMB No. 1545-0023 **2013**

1 Enter your employer identification number (EIN) (see instructions).	2 **Enter the amount of your payment.** ▶ **Make your check or money order payable to "United States Treasury."**	Dollars	Cents
3 Tax Period	4 Enter your business name (individual name if sole proprietor).		
◯ 1st Quarter ◯ 3rd Quarter	Enter your address.		
◯ 2nd Quarter ◯ 4th Quarter	Enter your city, state, and ZIP code.		