

# AFFORDABLE CARE ACT

## The ABCs of Form 1095



BlueCross BlueShield of South Carolina and BlueChoice® HealthPlan of South Carolina

	A	B	C
<b>Who sends it?</b>	Health Insurance Marketplace	Insurance companies that offer individual and group health plans; also self-funded small employers (less than 50 employees)	Large (50+ ) employers (fully insured and self-funded)
<b>Who gets it?</b>	Individuals who bought coverage directly from the Marketplace	Member or covered employee	Employee
<b>What's on it?</b>	Coverage: the coverage you had the previous tax year  Tax credits: any tax credits you were entitled to, if you used them to pay for your coverage	Part I: responsible individual information: employer (for employer-sponsored plan) or subscriber (for individual policyholders)  Part II: name of the employer, if the coverage is from an employer-sponsored plan  Part III: name of the insurance company providing the coverage  Part IV: list of all covered individuals in the household (spouse and dependents) and the months each person was covered	Part I: employee and employer information  Part II: which months during the year the employee was eligible for coverage and the cost of the lowest premium the employee could have paid under the plan  Part III: list of all covered individuals in the household (spouse and dependents) and the months each person was covered  NOTE: Part III is only completed by self-funded employers.
<b>Why do you need it?</b>	Use to adjust any tax credit payments or claim any premium tax credits that may be due when filing your federal tax form	Proves you had the “minimum essential” coverage	

**About that tax penalty:** In December 2017, President Donald Trump signed into law the Tax Cuts and Jobs Act, which reset the individual mandate tax penalties to zero — after Dec. 31, 2018. This means beginning in 2019, individuals were no longer responsible for the individual shared responsibility payment. However, if you or any dependents you list when you file taxes are eligible for certain types of minimum essential coverage, you may not be eligible for the premium tax credit. So you may need the information on the 1095-B form we send you to complete your 2019 income tax return.



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### IMPORTANT NOTICE

*This communication is provided for informational purposes only and does not constitute legal advice or legal opinions. The information contained herein contains summaries of various portions of legislation addressing health care reform legislation and is subject to change without notice. This information is not a substitute for legal advice from your lawyers.*

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