



IRS Releases Updated Form 720 Used For PCORI Fee Payments

As we recently reported, on June 8, 2020, the IRS released the applicable PCORI fee for plan years ending between October 1, 2019 and September 30, 2020. As we indicated in that alert, an updated Form 720 had not yet been released and, therefore, employers were advised to wait to file their PCORI fees until the IRS released the updated form. Late last week, the IRS issued the [updated Form 720](#), which is the April 2020 Revised form. Employers who sponsored a self-funded health plan, including an HRA, with a plan year that ended in 2019 should use this updated Form 720 to pay the PCORI fee by the July 31, 2020 deadline.

As a reminder:

- The insurance carrier is responsible for paying the PCORI fee on behalf of a fully insured plan.
 - The employer is responsible for paying the fee on behalf of a self-insured plan, including an HRA. In general, health FSAs are not subject to the PCORI fee.
 - Plans that ended between January 1, 2019 and September 30, 2019 use Form 720 to pay their PCORI fee of \$2.45 per covered life.
 - Plans that ended between October 1, 2019 and December 31, 2019, use Form 720 to pay their PCORI fee of \$2.54 per covered life.
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