

February 8, 2021

Affordable Care Act Reporting and Tracking Service (ARTS) Renewal Information

The Texas Association of Counties Health and Employee Benefits Pool (TAC HEBP) has begun the renewal process for counties and districts participating in the Affordable Care Act Reporting and Tracking Service (ARTS). Renewal will enable your entity to produce the forms required by IRS Sections 6055/6056 for calendar year 2021, assuming this reporting continues to be a requirement. Reporting will consist of Form 1095C, which must be provided both to employees and the IRS (plus transmittal Form 1094C, filed with IRS). Current law requires all employers with 50 or more full-time equivalent employees to file these forms. ARTS will provide measurement period tracking for 2021 and beyond (to determine whether an employee must be offered health coverage), as well as affordability testing for groups that require employee contributions toward the cost of their own health coverage.

As your county or district provides health benefits through TAC HEBP, ARTS will continue to be available at NO COST in 2021, assuming program deadlines are met.

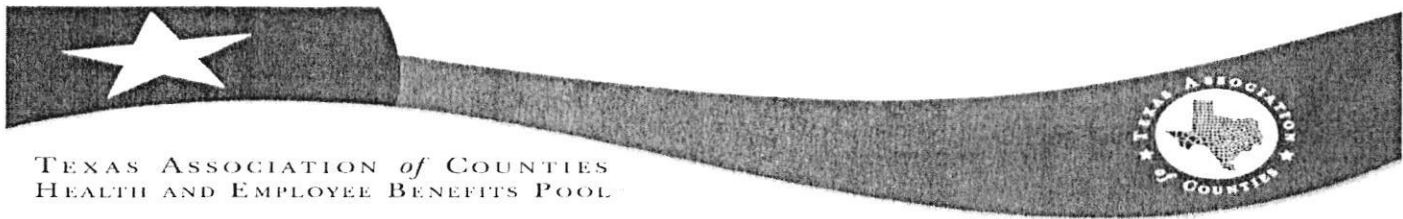
Your entity will need to continue sending employee, payroll, and unpaid leave of absence files to TAC HEBP in order to utilize this service for the 2021 reports. **Payroll data must be provided for each payroll cycle. Employee files must be provided, at a minimum, once per quarter. LOA files may be provided if and when applicable.** The information provided will be used to determine:

- 1) whether individuals are eligible for a federal premium subsidy or tax credit; and
- 2) whether your entity is subject to penalties under the ACA employer mandate.

Some payroll vendors have worked with TAC to produce these files for you. You will be responsible for the completion of required information in your payroll system and submission to TAC, but this eliminates the need for manually producing additional spreadsheets.

If you use a payroll system that will produce the required IRS forms, and you determine that your entity does not need measurement period tracking or affordability monitoring, you may not need ARTS. It is a service offered by TAC and is completely optional.

Enclosed is the ARTS Renewal Confirmation Program Agreement. Please return a signed copy (initials on pages 1 and 2, signature on page 3) to your Employee Benefits Consultant or email to ARTS@county.org no later than 3/31/2021 if your entity wishes to continue its participation in the program. If you have any questions, please contact your Employee Benefits Consultant at (800) 456-5974.



**ACA Reporting and Tracking Service (ARTS)
2021 Renewal Confirmation Program Agreement
HEBP Member: (Pooled Group or ASO)**

Program Services

The ARTS program includes the following services:

- *Measurement, Administrative, and Stability Period tracking for 2021 and notification of eligibility for part-time / variable / seasonal employees (can provide tracking back to beginning of Measurement Period if 2020 data was provided by county/district);*
- *Reporting for your county/district regarding the status of potential benefits-eligible employees;*
- *Production of your county/district's 1095C forms, shipped to you for distribution to employees (optional direct mail service for additional fee);*
- *Transmission of your county/district's 1094C and 1095C forms to the IRS.*

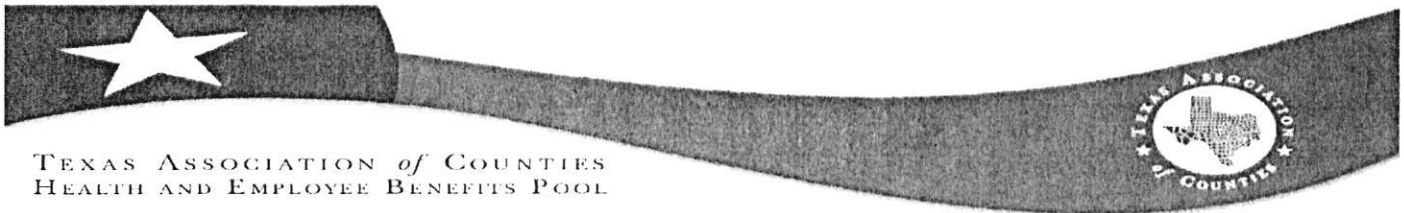
Program Requirements

- 1) Participants must provide employer, payroll, employee and unpaid leave of absence (LOA) files related to the group's Health Benefits Plan in the file format designated by TAC HEBP. **Payroll data must be provided for each payroll cycle. Employee files must be provided, at a minimum, once per quarter. LOA files may be provided if and when applicable.**
- 2) Group agrees to pay program fees as described in the 2021 ARTS Fee Schedule.

Enrollment and Data Submission Deadlines

- **Please refer to the enclosed "2021 Deadlines for ARTS Files" document for details.**
- **Groups who wish to participate in the ARTS program must return the signed documents to TAC HEBP no later than March 31, 2021 in order to participate.**
- **Data file transmission to TAC HEBP must begin no later than August 6, 2021 to avoid late fees, however, we recommend that you continue sending your files after each payroll or at least monthly to avoid getting backlogged.**

DM Initials



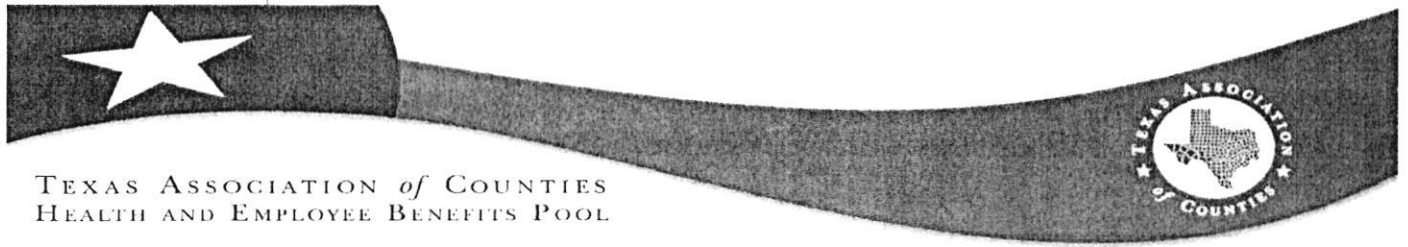
**ACA Reporting and Tracking Service (ARTS)
HEBP Member (Fully Insured or ASO)
2021 Fee Schedule for Renewing Participant**

1	<input checked="" type="checkbox"/>	ARTS Annual Subscription Fee	*\$4.75 / form	Waived
2	<input type="checkbox"/>	Optional Forms Distribution (<i>group chooses to have TAC mail employee forms</i>)	\$ 1.50 / form	If applicable, will be billed in 2022 after forms are produced
3	<input type="checkbox"/>	Late fee for service election form (<i>after 3/31/2021</i>)	\$1,500	
4	<input type="checkbox"/>	Late fee for data submission (<i>after 8/6/2021 and/or 1/10/2022</i>)	\$3,000	If applicable, will be billed in 2022 after forms are produced
<p align="center">Total Amount Due: (if zero, enter 0.00)</p>			<p align="right">\$ <u>0.00</u></p>	

**Per 1095C form*

Fees subject to change annually

Dr Initials



TEXAS ASSOCIATION of COUNTIES
HEALTH AND EMPLOYEE BENEFITS POOL

ACA Reporting and Tracking Service (ARTS) Contact Designation Form

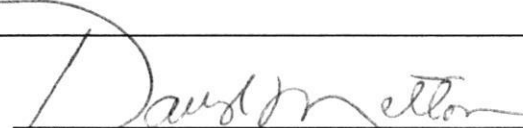
Contracting Authority: Sabine County (Group Name) hereby designates and appoints, as indicated in the space provided below, a Contracting Authority of department head rank or above and agrees that any notice to, or agreement by, a Group's Contracting Authority, with respect to service or claims hereunder, shall be binding on the Group. Each Group reserves the right to change its Contracting Authority from time to time by giving written notice to HEBP.

Name: Daryl Melton Title: County Judge
Address: PO Box 716 Hemphill, TX 75948
Phone: 409-787-3543 Fax: _____
Email: daryl.melton@co.sabine.tx.us

Primary Contact: Main contact for data file and reporting matters pertaining to the ARTS program.

Name: Tricia Jacks Title: County Treasurer
Mailing Address: PO Box 597, Hemphill, TX 75948
Delivery Address (no PO Boxes): 280 Main Street, Suite 101
Phone: 409-787-2210 HIPAA Secured Fax#: 409-787-4973
Email: treasurer@co.sabine.tx.us

Other Contact Emails for ARTS correspondence regarding data files, if any:

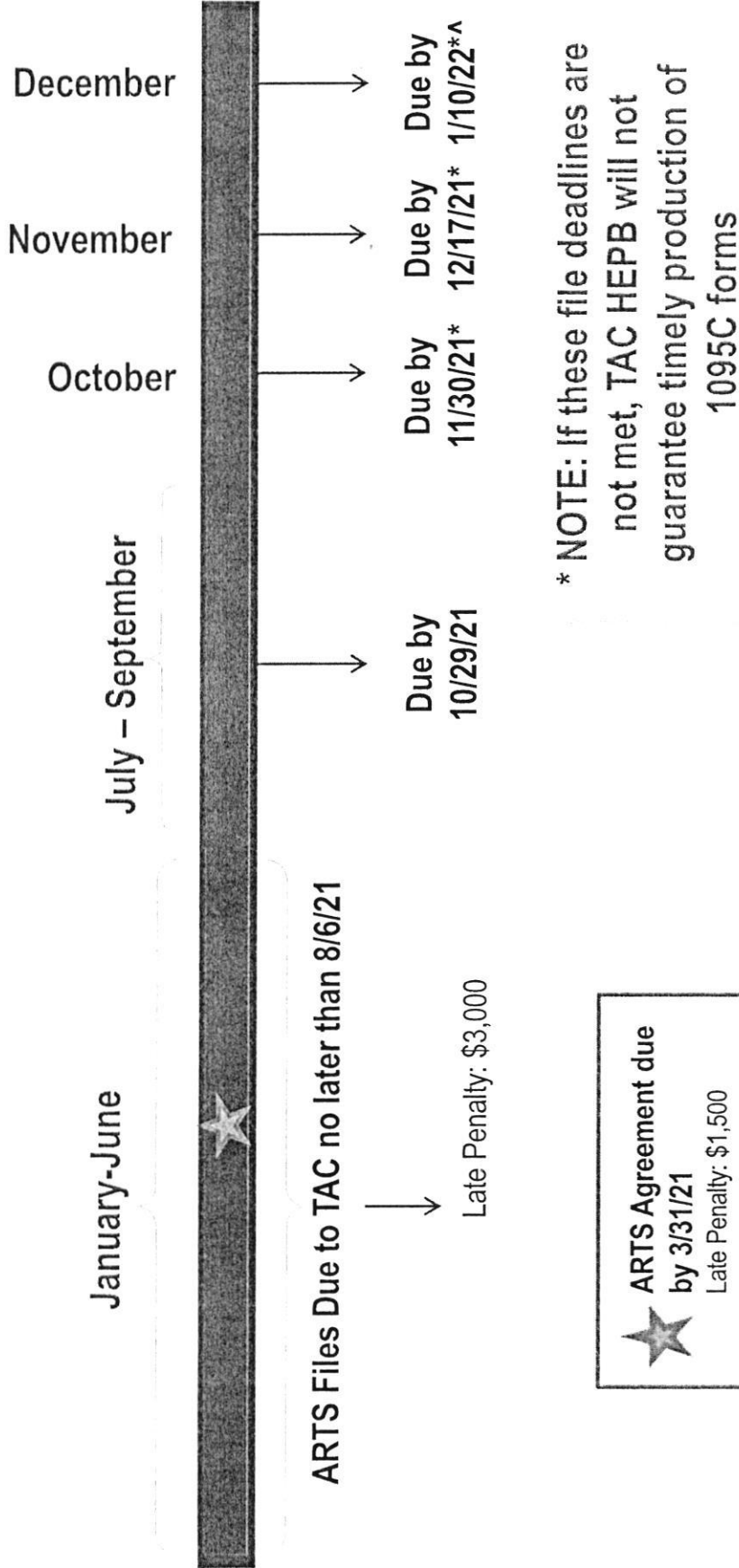
 03/22/2021

Signature of County Judge or Contracting Authority

Date

Daryl Melton, County Judge
Print Name and Title

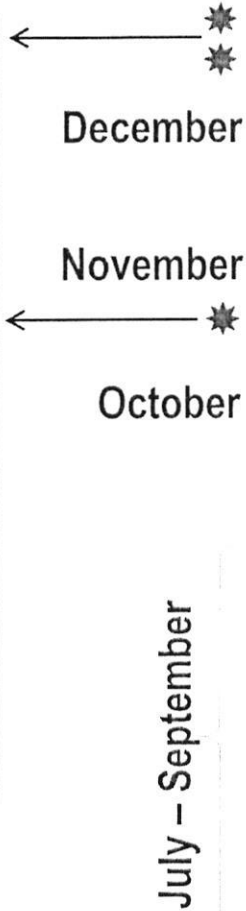
2021 Deadlines for ARTS files



^ If all 2021 ARTS files not received by 1/10/22:
Late Penalty: \$3,000


2020 Deadlines for ARTS files RSO Groups

* January – September enrollment file due by 10/31/20
 ** October – December enrollment file due by 1/20/21
 Late Penalty: \$1,500



ARTS Payroll, Employee, and LOA Files
 Due to TAC no later than 8/3/20

Late Penalty: \$3,000

 **ARTS Agreement due**
 by 4/15/20
 Late Penalty: \$1,500

* **NOTE:** If these file deadlines are not met, TAC HEPB will not guarantee timely production of 1095C forms

^ If all 2020 ARTS files not received by 1/8/21:
 Late Penalty: \$3,000