

## ACA 226J Notices Are Coming We Can Help Resolve These Issues



The Affordable Care Act (ACA) employer mandate requires applicable large employers to offer affordable coverage to full-time employees and their dependent children. Penalties for noncompliance are about to hit employers. These will be steep – and the appeal process will be messy.

Frenkel Benefits has a team of §4980H and ACA reporting experts who can help employers understand the Letter 226J and provide assistance in developing a response to the IRS.

## Background on ACA Employer Mandate Requirements

As of late 2017, the IRS has begun to assess employers who were out of compliance in 2015.

Employers with 100 or more full-time employees were required to offer affordable minimum essential coverage to at least 70% of full-time employees and eligible dependent children.

Notices are in the mail or have already been delivered to employers who were not compliant. If you see **§4980H** or **226J** on a letter from the IRS, there is a need for speed in responding and Frenkel Benefits can assist.

## What Should an Employer Do Upon Receiving a Letter 226J?

STEP 1 – Act Quickly!

Employers should immediately file for a 30-day extension. Employers only have 30 days to respond to the IRS and the IRS will initiate a collection process if an employer fails to respond in a timely basis.

STEP 2 – Contact Frenkel.

We are standing by to help employers collect the data necessary to respond to the IRS.