



2-3-17

The State of Michigan has increased the HICA (Health Insurance Claims Assessment) Tax back to 1.0% from the previously lowered 0.75%

The Michigan Department of Treasury sent out a notification by mail, that was received in our office today, Feb. 3, 2017, that legislation was enacted to reinstate the original Health Insurance Claims Assessment (HICA) 1% tax on claims effective January 1, 2017. This is an increase from the 0.75% that had been previously applied from July 1, 2014 through December 31, 2016.



What SecureOne has been doing!

Self-Funded Employers - Since January 1, 2012 SecureOne has been collecting the tax from our self-funded clients on a weekly basis and remitting the claims tax quarterly with all required documentation to the Michigan Department of Treasury, based on the actual claim processed by SecureOne and funded by the employers.

Preferred United Plans "Alternative Funding" - For employers that participate with Preferred United Plans "Alternative Funding" program, these fees are paid from the claims funding account for each individual employer group. The employer is required to do nothing.

MOVING FORWARD

Self-Funded Employers - SecureOne will now have to re-calculate claims paid in January 2017 and make the proper adjustment, which will require additional monies from the employer, from what was already received for January 2017.

Preferred United Plans "Alternative Funding" - SecureOne will be making the proper adjustment and be collecting the additional fees out of the claims funding account for each individual employer group. Again, the employer is not required to do anything.

**Should you have any questions please contact Customer Service
at 1-800-876-7475**

[Click Here to Learn More About the HICA Tax](#)