



What do I need to have to enroll?

Information you will want to review and gather for every member of your household who wants coverage:

You may want to refer to a tax professional if you are unsure of what information should be used to estimate your 2017 annual income

- ✓ Social Security Numbers (or document numbers for legal immigrants)
- ✓ Employer and income information for every member of your household who needs coverage (for example, pay stubs or W-2 forms—Wage and Tax Statements) We will have to estimate your current year income to determine your tax subsidy.
- ✓ Information about Employer Coverage for every job-based plan you or someone in your household is eligible for even if you don't enroll in these plans
- ✓ Policy number(s) for any current health insurance plans coverage members of your household
- ✓ List of doctors and prescriptions
- ✓ NEW for 2017 - Credit or debit information to ensure your first payment is made timely and application/policy is processed accurately

What do I need to know about Employer Coverage? *(if applicable)*

Having answers to the questions below when you go to enroll will be very helpful:

Does your Employer offer health insurance? YES NO

Are you currently eligible to enroll in your Employer's plan or will you be eligible in the next 3 months? YES NO

Does your Employer's plan offer coverage for a spouse? YES NO

Does your Employer's plan offer coverage for children? YES NO

What would your Employer's plan cost you per month for employee only enrollment? \$ _____

What is your Employer's plan individual deductible? \$ _____ /Annually

What is your Employer's plan individual out-of-pocket maximum? \$ _____ /Annually

Call our toll-free number for a **FREE** consultation and have one of our agents walk you through the options!

855-385-5550
or 907-770-5100

Modified Adjusted Gross Income under the Affordable Care Act

July 2014

Under the Affordable Care Act, eligibility for income-based Medicaid¹ and subsidized health insurance through the Marketplaces is calculated using a household's Modified Adjusted Gross Income (MAGI). The Affordable Care Act definition of MAGI under the Internal Revenue Code² and federal Medicaid regulations³ is shown below. For most individuals who apply for health coverage under the Affordable Care Act, MAGI is equal to Adjusted Gross Income. This document summarizes relevant federal regulations; it is not personalized tax or legal advice. Consult the Health Insurance Marketplace for your state, your local Medicaid agency, or a legal or tax advisor for assistance in determining your MAGI.

Modified Adjusted Gross Income (MAGI) =

Adjusted Gross Income (AGI)

Line 4 on a
 Form 1040EZ

Line 21 on a
 Form 1040A

Line 37 on a
 Form 1040

Include:

- Wages, salaries, tips, etc.
- Taxable interest
- Taxable amount of pension, annuity or IRA distributions and Social Security benefits⁴
- Business income, farm income, capital gain, other gains (or loss)
- Unemployment compensation
- Ordinary dividends
- Alimony received
- Rental real estate, royalties, partnerships, S corporations, trusts, etc.
- Taxable refunds, credits, or offsets of state and local income taxes
- Other income

Deduct:

- Certain self-employed expenses⁵
- Student loan interest deduction
- IRA deduction (traditional IRAs)
- Moving expenses
- Penalty on early withdrawal of savings
- Health savings account deduction
- Alimony paid
- Domestic production activities deduction
- Certain business expenses of reservists, performing artists, and fee-basis government officials

Note: Check the IRS website for detailed requirements for the income and deduction categories above. Do not include Veterans' disability payments, workers' compensation or child support received. Pre-tax contributions, such as those for child care, commuting, employer-sponsored health insurance, flexible spending accounts and retirement plans such as 401(k) and 403(b), are not included in AGI but are not listed above because they are already subtracted out of W-2 wages and salaries.



Add back certain income

- Non-taxable Social Security benefits⁴ (Line 20a minus 20b on a Form 1040)
- Tax-exempt interest (Line on 8b on a Form 1040)
- Foreign earned income & housing expenses for Americans living abroad (Form 2555)



For Medicaid eligibility Exclude from income

- Scholarships, awards, or fellowship grants used for education purposes and not for living expenses
- Certain American Indian and Alaska Native income derived from distributions, payments, ownership interests, real property usage rights, and student financial assistance
- An amount received as a lump sum is counted as income only in the month received

¹ Medicaid eligibility is generally based on MAGI for parents and childless adults under age 65, children and pregnant women, but not for individuals eligible on the basis of being aged, blind, or disabled.

² 26 CFR 1.36B-1(e)(2)

³ 42 CFR 435.603(e)

⁴ "Social Security benefits" includes disability payments (SSDI), but does not include Supplemental Security Income (SSI), which should be excluded.

⁵ Deductible part of self-employment tax; SEP, SIMPLE, and qualified plans; health insurance deduction. Note that the IRS states that "if you purchase coverage in the individual Marketplace and claim the premium tax credit on your tax return, the amount of the premium reimbursed by the credit may not also be deductible."