Form 8965
Health Coverage Exemption for PY2015

Form 8965 Schema Review
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July 29, 2014 1:00PM
July 31, 2014 9:00AM

The information contained in this presentation is for software development purposes only. It is not to be used for company specific communications or marketing.

The information contained in this presentation is current as of 6/30/2014. For the latest information about tax provisions of the Affordable Care Act, visit IRS.gov/aca.

Health Coverage Exemptions

Beginning in 2014, individuals must have minimum essential coverage, have a coverage exemption, or make a shared responsibility payment with their tax return.

The purpose of Form 8965, Health Coverage Exemption is to report an exemption granted by the Marketplace (also called the Exchange) or to claim a coverage exemption on your tax return. This form will allow you to indicate any month you or another member of your tax household does not have either minimum essential coverage .

Form 8965 can only be attached to Form 1040, 1040A or 1040EZ and there are no fields carried over to the Form 1040, 1040A or 1040EZ.

The Form 8965, Health Coverage Exemption form is optional and there are no system requirements stating that this form MUST be attached; however, if attached, only one form must be attached per tax household.

Health Coverage Exemptions

Form **8965**

Department of the Treasury
Internal Revenue Service

Health Coverage Exemptions

▶ Attach to Form 1040, Form 1040A, or Form 1040EZ.
▶ **Information about Form 8965 and its separate instructions is at *www.irs.gov/form8965*.**

OMB No. 1545-0074

2014

Attachment Sequence No. **75**

Name as shown on return	Your social security number

Complete this form if you have a Marketplace-granted coverage exemption or you are claiming a coverage exemption on your return.

```
1  <?xml version="1.0" encoding="UTF-8" standalone="no"?>
2  <xsd:schema xmlns="http://www.irs.gov/efile" xmlns:xsd="http://www.w3.org/2001/XMLSchema" targetNamespace="
   http://www.irs.gov/efile" elementFormDefault="qualified" attributeFormDefault="unqualified" version="1.0">
3     <xsd:annotation>
4        <xsd:documentation>
5           <Description>IRS e-file Schema - IRS Form 8965 Health Care Coverage Exemptions</Description>
6           <TaxYear>2014</TaxYear>
7           <MaturityLevel>Draft Release</MaturityLevel>
8           <ReleaseDate>June 18, 2014</ReleaseDate>
9        </xsd:documentation>
10    </xsd:annotation>
11    <xsd:include schemaLocation="../../../Common/efileTypes.xsd"/>
12    <!--============================================================================-->
13    <!--============================ IRS Form 8965 ============================-->
14    <!--============================================================================-->
```

Part I - Marketplace-Granted Coverage Exemptions for Individuals

Part I is used to report exemptions granted by the market place exchange. The entries will be validated by the schema for completeness and will allow up to 100 entries.

Part I is not required, however, once data is entered within a field, the additional fields on that line must be complete, with the exception of the SSN, ATIN or ITIN field. This field is optional if you were not required to obtain an SSN, ATIN or ITIN.

If SSN, ATIN or ITIN is present, it does not have to match the SSN, ATIN or ITIN on page 1 of Form 1040 , 1040A or 1040EZ

If an Exemption Certificate Number (ECN) is granted by the market place, a 12 digit alpha / numeric ECN will be issued.

An ECN must be applied for and granted each time an individual is without coverage. An individual may have multiple ECNs. If multiple ECNs do occur, each ECN must be listed separately.

Part I - Marketplace-Granted Coverage Exemptions for Individuals

Part I **Marketplace-Granted Coverage Exemptions for Individuals:** If you and/or a member of your tax household have an exemption granted by the Marketplace, complete Part I.

	a Name of Individual	b SSN	c Exemption Certificate Number
1			
2			
3			
4			
5			
6			

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Part I - Marketplace-Granted Coverage Exemptions for Individuals

```
37      <!--Part I Marketplace-Granted Exemptions -->
38      <xsd:element name="ObtndExemptCvrTaxHsldGrp" minOccurs="0"
        maxOccurs="100">
39        <xsd:complexType>
40          <xsd:sequence>
41            <!--Person Name -->
42            <xsd:element name="PersonNm" type="PersonNameType">
43              <xsd:annotation>
44                <xsd:documentation>
45                  <Description>Person Name</Description>
46                  <LineNumber>Lines 1 to 6, Column a</LineNumber>
47                </xsd:documentation>
48              </xsd:annotation>
49            </xsd:element>
50            <!-- SSN -->
51            <xsd:element name="SSN" type="SSNType" minOccurs="0">
52              <xsd:annotation>
53                <xsd:documentation>
54                  <Description>SSN</Description>
55                  <LineNumber>Lines 1 to 6, Column b</LineNumber>
56                </xsd:documentation>
57              </xsd:annotation>
58            </xsd:element>
```

Part I - Marketplace-Granted Coverage Exemptions for Individuals

```
59          <!--Exemption Certificate Number -->
60          <xsd:element name="ExemptionCertificateNum" type="ExemptionCertificateNumType">
61            <xsd:annotation>
62              <xsd:documentation>
63                <Description>Exemption Certificate Number</Description>
64                <LineNumber>Lines 1 to 6, Column c</LineNumber>
65              </xsd:documentation>
66            </xsd:annotation>
67          </xsd:element>
68        </xsd:sequence>
69      </xsd:complexType>
70    </xsd:element>
```

Part II – Coverage Exemptions for Your Household Claimed on Your Return

Part II Coverage Exemptions for Your Household Claimed on Your Return is used to report hardship exemptions if you are either claiming an exemption because the household income is below the filing threshold or the gross household income is below the filing threshold.

Part II - Coverage Exemptions for Your Household Claimed on Your Return

Part II Coverage Exemptions for Your Household Claimed on Your Return:

7a Are you claiming an exemption because your household income is below the filing threshold? . . . . . ☐ Yes ☐ No

b Are you claiming a hardship exemption because your gross income is below the filing threshold? . . . . ☐ Yes ☐ No

June 24, 2014

```
71        <!--Part II Exemptions for Your Household -->
72        <!--Household Income Below Filing Threshold Indicator -->
73        <xsd:element name="HsldIncmBelowFlngThresholdInd" type="BooleanType" minOccurs="0">
74          <xsd:annotation>
75            <xsd:documentation>
76              <Description>Household Income Below Filing Threshold Indicator</Description>
77              <LineNumber>Line 7a</LineNumber>
78            </xsd:documentation>
79          </xsd:annotation>
80        </xsd:element>
81        <!--Gross Income Below Filing Threshold Indicator -->
82        <xsd:element name="GrossIncmBelowFlngThresholdInd" type="BooleanType" minOccurs="0">
83          <xsd:annotation>
84            <xsd:documentation>
85              <Description>Gross Income Below Filing Threshold Indicator</Description>
86              <LineNumber>Line 7b</LineNumber>
87            </xsd:documentation>
88          </xsd:annotation>
89        </xsd:element>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

Part III Coverage Exemptions for Individuals Claimed on Your Return is used to report exemptions claimed by members of your tax household.

The entry fields for Part III, Lines 8 – 13 are written as a repeating group and will allow up to 100 entries. The repeating group includes:

- Name
- SSN, ATIN, ITIN – 9 digit numeric
- Exemption Type – 1 character alpha (current valid characters A – H)
  - A - Healthcare sharing ministry
  - B - Exempt Noncitizens
  - C - Incarcerated Individuals
  - D - Unaffordable Coverage
  - E - Indian Tribe Members
  - F - Short Coverage Gap
  - G - Hardship 155.605 (g) (3)
  - H - Hardship 155.605 (g) (5)
- Full Year Indicator – 1 character alpha (X)
- January through December (each month) – 1 character alpha (X)
- (There can be only one exemption type code used per each month)

Part III - Coverage Exemptions for Individuals Claimed on Your Return

If an entry is made in Part III, then the Name and Exemption Type must be present; and either the Full Year indicator or at least one indicator present in January through December.

The SSN, ATIN or ITIN is optional, if you were not required to obtain an SSN, ATIN or ITIN.

If the SSN, ATIN or ITIN is present, it does not have to match the SSN, ATIN or ITIN listed on page 1 of the Form 1040, 1040A or 1040EZ.

The fields in Part III are validated by the schema for completeness.

Part III - Coverage Exemptions for Individuals Claimed on Your Return

Part III **Coverage Exemptions for Individuals Claimed on Your Return:** If you and/or a member of your tax household are claiming an exemption on your return, complete Part III.

	a Name of Individual	b SSN	c Exemption Type	d Full Year	e Jan	f Feb	g Mar	h Apr	i May	j June	k July	l Aug	m Sept	n Oct	o Nov	p Dec
8																
9																
10																
11																
12																
13																

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
90    <!--Part III Exemptions for Individuals -->
91    <xsd:element name="RequestExemptCvrTaxHsldGrp" minOccurs="0" maxOccurs="100">
92      <xsd:complexType>
93        <xsd:sequence>
94          <!--Person Name -->
95          <xsd:element name="PersonNm" type="PersonNameType">
96            <xsd:annotation>
97              <xsd:documentation>
98                <Description>Person Name</Description>
99                <LineNumber>Lines 8 to 13, Column a</LineNumber>
100             </xsd:documentation>
101           </xsd:annotation>
102         </xsd:element>
103         <!-- SSN -->
104         <xsd:element name="SSN" type="SSNType">
105           <xsd:annotation>
106             <xsd:documentation>
107               <Description>SSN</Description>
108               <LineNumber>Lines 8 to 13, Column b</LineNumber>
109             </xsd:documentation>
110           </xsd:annotation>
111         </xsd:element>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
112  <!--Exemption Reason Code -->
113  <xsd:element name="ExemptionReasonCd">
114    <xsd:annotation>
115      <xsd:documentation>
116        <Description>Exemption Type</Description>
117        <LineNumber>Lines 8 to 13, Column c</LineNumber>
118      </xsd:documentation>
119    </xsd:annotation>
120    <xsd:simpleType>
121      <xsd:restriction base="StringType">
122        <xsd:enumeration value="A"/>
123        <xsd:enumeration value="B"/>
124        <xsd:enumeration value="C"/>
125        <xsd:enumeration value="D"/>
126        <xsd:enumeration value="E"/>
127        <xsd:enumeration value="F"/>
128        <xsd:enumeration value="G"/>
129        <xsd:enumeration value="H"/>
130      </xsd:restriction>
131    </xsd:simpleType>
132  </xsd:element>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
133     <!-- choice of AllYearInd or MonthIndicatorGrp -->
134     <xsd:choice>
135       <!--All Year Indicator -->
136       <xsd:element name="AllYearInd" type="CheckboxType">
137         <xsd:annotation>
138           <xsd:documentation>
139             <Description>All Year Indicator</Description>
140             <LineNumber>Lines 8 to 13, Column d</LineNumber>
141           </xsd:documentation>
142         </xsd:annotation>
143       </xsd:element>
144       <xsd:element name="MonthIndicatorGrp">
145         <xsd:complexType>
146           <xsd:sequence>
147             <!--January Indicator -->
148             <xsd:element name="JanuaryInd" type="CheckboxType" minOccurs="0">
149               <xsd:annotation>
150                 <xsd:documentation>
151                   <Description>January Indicator</Description>
152                   <LineNumber>Lines 8 to 13, Column e</LineNumber>
153                 </xsd:documentation>
154               </xsd:annotation>
155             </xsd:element>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
156  <!--February Indicator -->
157  <xsd:element name="FebruaryInd" type="CheckboxType" minOccurs="0">
158    <xsd:annotation>
159      <xsd:documentation>
160        <Description>February Indicator</Description>
161        <LineNumber>Lines 8 to 13, Column f</LineNumber>
162      </xsd:documentation>
163    </xsd:annotation>
164  </xsd:element>
165  <!--March Indicator -->
166  <xsd:element name="MarchInd" type="CheckboxType" minOccurs="0">
167    <xsd:annotation>
168      <xsd:documentation>
169        <Description>March Indicator</Description>
170        <LineNumber>Lines 8 to 13, Column g</LineNumber>
171      </xsd:documentation>
172    </xsd:annotation>
173  </xsd:element>
174  <!--April Indicator -->
175  <xsd:element name="AprilInd" type="CheckboxType" minOccurs="0">
176    <xsd:annotation>
177      <xsd:documentation>
178        <Description>April Indicator</Description>
179        <LineNumber>Lines 8 to 13, Column h</LineNumber>
180      </xsd:documentation>
181    </xsd:annotation>
182  </xsd:element>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
<!--May Indicator -->
<xsd:element name="MayInd" type="CheckboxType" minOccurs="0">
  <xsd:annotation>
    <xsd:documentation>
      <Description>May Indicator</Description>
      <LineNumber>Lines 8 to 13, Column i</LineNumber>
    </xsd:documentation>
  </xsd:annotation>
</xsd:element>
<!--June Indicator -->
<xsd:element name="JuneInd" type="CheckboxType" minOccurs="0">
  <xsd:annotation>
    <xsd:documentation>
      <Description>June Indicator</Description>
      <LineNumber>Lines 8 to 13, Column j</LineNumber>
    </xsd:documentation>
  </xsd:annotation>
</xsd:element>
<!--July Indicator -->
<xsd:element name="JulyInd" type="CheckboxType" minOccurs="0">
  <xsd:annotation>
    <xsd:documentation>
      <Description>July Indicator</Description>
      <LineNumber>Lines 8 to 13, Column k</LineNumber>
    </xsd:documentation>
  </xsd:annotation>
</xsd:element>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
<!--August Indicator -->
<xsd:element name="AugustInd" type="CheckboxType" minOccurs="0">
  <xsd:annotation>
    <xsd:documentation>
      <Description>August Indicator</Description>
      <LineNumber>Lines 8 to 13, Column l</LineNumber>
    </xsd:documentation>
  </xsd:annotation>
</xsd:element>
<!--September Indicator -->
<xsd:element name="SeptemberInd" type="CheckboxType" minOccurs="0">
  <xsd:annotation>
    <xsd:documentation>
      <Description>September Indicator</Description>
      <LineNumber>Lines 8 to 13, Column m</LineNumber>
    </xsd:documentation>
  </xsd:annotation>
</xsd:element>
<!--October Indicator -->
<xsd:element name="OctoberInd" type="CheckboxType" minOccurs="0">
  <xsd:annotation>
    <xsd:documentation>
      <Description>October Indicator</Description>
      <LineNumber>Lines 8 to 13, Column n</LineNumber>
    </xsd:documentation>
  </xsd:annotation>
</xsd:element>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
237                    <!--November Indicator -->
238                    <xsd:element name="NovemberInd" type="CheckboxType" minOccurs="0">
239                      <xsd:annotation>
240                        <xsd:documentation>
241                          <Description>November Indicator</Description>
242                          <LineNumber>Lines 8 to 13, Column o</LineNumber>
243                        </xsd:documentation>
244                      </xsd:annotation>
245                    </xsd:element>
246                    <!--December Indicator -->
247                    <xsd:element name="DecemberInd" type="CheckboxType" minOccurs="0">
248                      <xsd:annotation>
249                        <xsd:documentation>
250                          <Description>December Indicator</Description>
251                          <LineNumber>Lines 8 to 13, Column p</LineNumber>
252                        </xsd:documentation>
253                      </xsd:annotation>
254                    </xsd:element>
255                  </xsd:sequence>
256                </xsd:complexType>
257              </xsd:element>
258            </xsd:choice>
259          </xsd:sequence>
260        </xsd:complexType>
261      </xsd:element>
262    </xsd:sequence>
263  </xsd:complexType>
```

Part III – Coverage Exemptions for Individuals Claimed on Your Return

```
264     <!-- ExemptionCertificateNumType - locally defined type used for Part I Line c -->
265     <xsd:simpleType name="ExemptionCertificateNumType">
266       <xsd:restriction base="TextType">
267         <xsd:pattern value="[a-zA-Z]{2}\-[a-iA-I]{1}\-((0[1-9])|(1[0-2]))\-((0[1-9])|(1[0-2]|99))\-[0-9]{4}\-[0-9]{2}"/>
268       </xsd:restriction>
269     </xsd:simpleType>
270   </xsd:schema>
271
```

Form 8965 Health Coverage Exemptions