

# What is the HIT Tax and Who Pays?

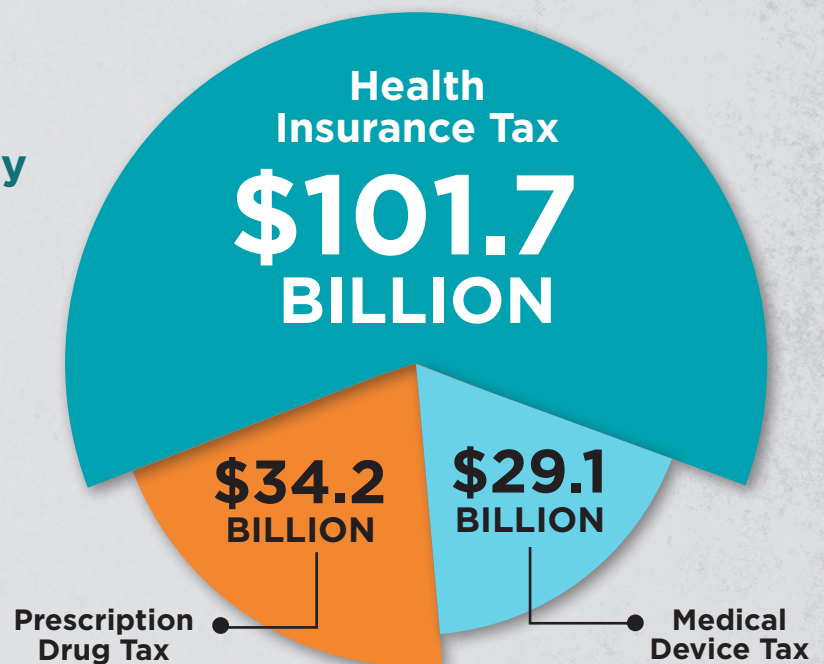
The Health Insurance Tax is a huge new sales tax on health insurance that was passed as part of the Affordable Care Act. It is the biggest funding mechanism of the law and increases every year after 2014. Congress estimates that between 2013 and 2022 the new tax will total more than \$100 billion.

## The Health Insurance Tax Compared to Other Industry Taxes Contained in the Affordable Care Act:

### How it Affects Jobs\*:

The HIT tax reduces future private sector employment by

**125,000**



### How It Affects Your Premiums\*\*:

Since the HIT tax is paid by health insurance plans, those costs translate into higher premiums for those who already had health insurance before the law.

If you have a family plan, the HIT tax will raise your premium rates over the next 10 years by an average of:

**\$5,080**

if you buy your own coverage.

**\$6,830**

if you get your insurance through a small employer.

**\$7,130**

if you get your insurance through a large employer.