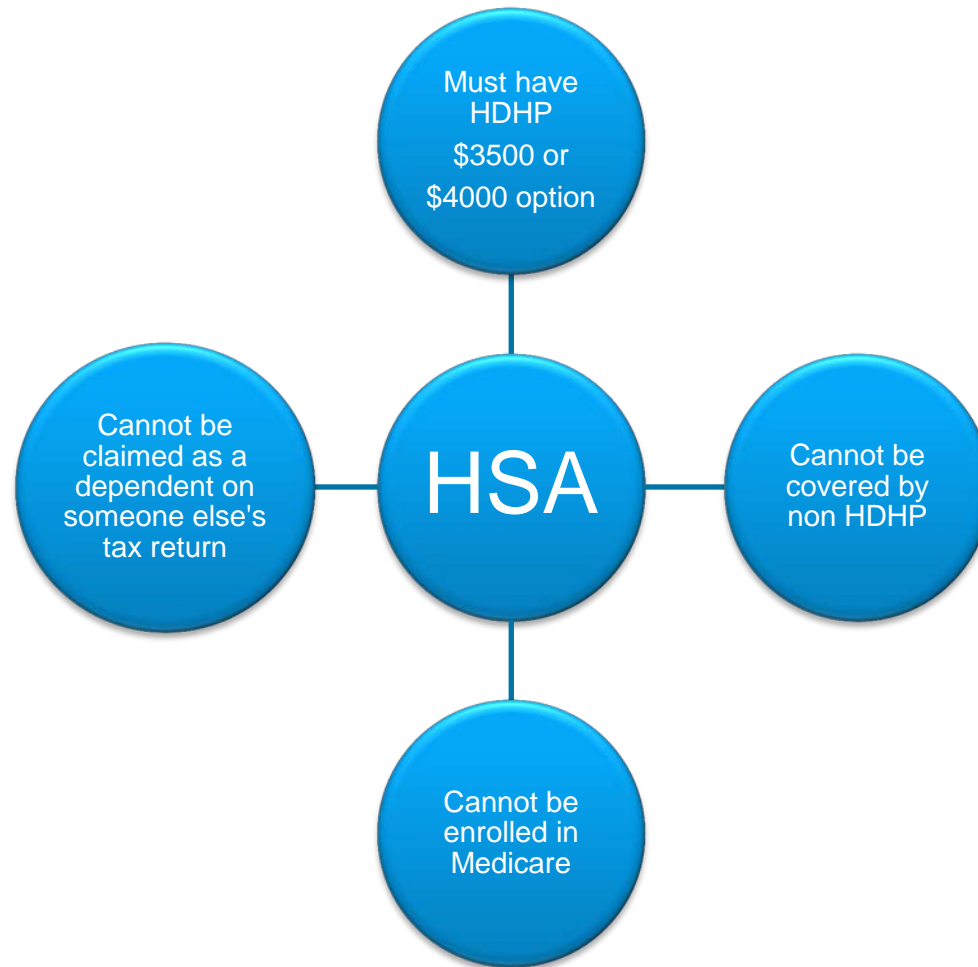




Health Savings Accounts

Who Can Open an HSA



Advantages of HSAs

- Triple Tax Savings:



- Unused funds roll over from year to year
 - No “use it or lose it”
- Portability - Accounts are completely portable if you:
 - Change your medical coverage
 - Move to another state

2018 HSA Contribution Limits

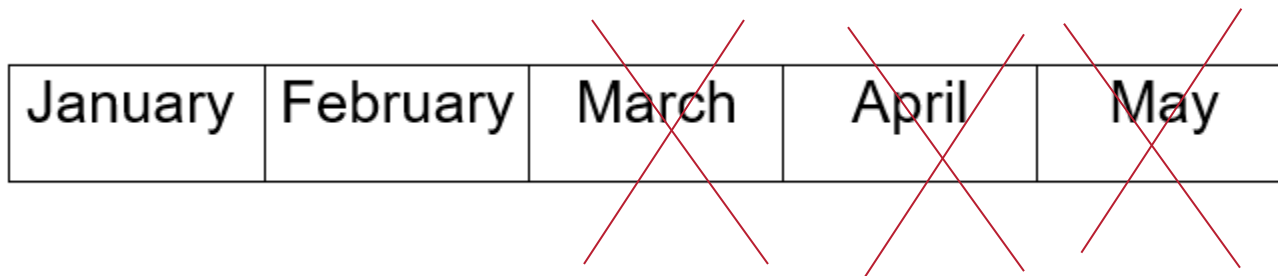
- **Maximum annual contribution amounts for 2018 are:**
 - \$3,450 Individual Coverage
 - \$6,900 Family Coverage

- **2018 Catch-up Contributions for HSA owners ages 55+**
 - \$1,000

if the account owner has a spouse who is covered under the HDHP, and they are 55+ --- they qualify to make the catch-up contribution – this contribution would need to be into their own account!

HSA Contributions when you enroll in Medicare

- You become ineligible to contribute to your HSA beginning with the month you enroll in Medicare
- Diane is on a qualified HDHP with Individual coverage. If Diane enrolls in Medicare on March 1, 2018 her 2018 contribution limit is \$743.15
 - $(2/12 * \$4,450)$



What Medical Expenses Qualify?

- Medical Expenses
 - Prescription drugs, Doctor visits, physical therapy, dermatologist, hearing aids, hospital services, operations, psychologist visits, ect.
- Dental Expenses
 - Dental exam, x-rays, braces, fluoride treatments, fillings, root canal, ect.
- Vision Expenses
 - Vision exam, eyeglasses, contacts, contact solution, Lasik surgery, ect.
- Qualified long-term care services and a percentage of long term care insurance premiums
- COBRA premiums
- For more detailed information, please refer to IRS Publication 502, found online at www.irs.gov/pub/irs-pdf/p502.pdf

Distribution Information

- Distributions used for qualified medical, dental, or vision expenses are not taxed
- Non-qualified expenses are taxable as ordinary income plus a 20% penalty
- Distributions for non-qualified expenses taken AFTER age 65 are taxed at your current tax rate but ARE NOT subject to the 20% penalty

Accessibility

The balances in your Deposit HSA are immediately accessible using your:

- HSA Visa Card
- Online Bill Pay
- Online reimbursement feature



Questions

