

health savings

why choose an HSA

Triple Tax Advantage

- The High Deductible Health Plan (HDHP) generally costs less than traditional health care coverage. Money saved on the insurance premium can be put into the HSA.
- **Contributions to your HSA are tax deductible.** IRS guidelines in 2019 allow max contributions up to \$3,500 for individuals (\$3,550 in 2020) and \$7,000 for a family plan (\$7,100 in 2020). If you are 55 or older, you can contribute an additional \$1,000 "catch-up" to your HSA. If you have a spouse who is 55 or older, you must open a second account in order to take advantage of the catch-up contribution.
- Use the **pre-tax funds** in your HSA to pay for current medical expenses or expenses that your insurance may not cover including dental expenses, vision care, Medicare expenses, and long-term care. See publication 502 on the IRS website for a complete list of qualified expenses.
- Medical expenses can undermine the financial security you are working to build. However, with an HSA you can fund your HSA with pre-tax dollars, **your money grows tax-free** and the funds you withdraw from your HSA to pay for qualified medical expenses aren't taxed as income. A triple tax benefit!
- After age 65, HSA funds can be used for non-qualified expenses without penalty. Only income tax is assessed.
- **No use it or lose it philosophy** – the HSA funds remain in the account from year-to-year. Even if your HSA compatible coverage ends, you can still use the funds tax-free for qualified medical expenses.
- **You are in control of your HSA.** Funds belong to you even if you switch jobs, become unemployed, or change your medical coverage.

To find out more about our HSAs,
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