

KEEP MORE OF THE MONEY YOU EARN!

Save 40% or more by enrolling in a Flexible Spending Account with Discovery Benefits!

- ❖ Boost your take home pay
- ❖ Lower your medical costs
- ❖ Cut your income taxes

It works like an expense account. You automatically set aside part of your salary (before taxes) to pay for qualified medical expenses or child or dependent care. You save money because you don't pay taxes on the money you set aside. You can use it to pay for day care, medical, and prescription drug costs that are not covered by insurance.

Getting money from your account is simple.

You'll have online access to your account 24/7 through www.discoverybenefits.com. With the benefits debit card, you can pay your provider directly from your account. You can also submit expenses through our toll-free fax or via email. You can sign up for Direct Deposit free of charge, or choose to have the reimbursement mailed via check.

Medical Flexible Spending Account (FSA)

A Medical FSA allows you to budget and save for qualified medical expenses you plan to incur over the course of the upcoming plan year. It is a great savings tool for you and your family. You can use the money in this account to pay for diagnosis, cure, treatment or prevention of disease, and for treatments affecting any part or function of the body. The expense must be primarily to alleviate or prevent a physical or mental defect or illness and cannot be reimbursed by insurance or any other source.

Eligible Expenses (excludes cosmetic procedures)

- Prescription Medicines and Drugs
- Hearing Aids
- Orthopedic Goods, Prosthetic Devices
- Doctors
- Dentists, Orthodontics
- Osteopaths
- Chiropractors
- Optometrists, Ophthalmologists, Opticians, Eyeglasses
- ****Over-the-counter Medicines and Drugs****
- Chiropractors, Podiatrists
- Nursing and Personal Care Facilities
- Medical and Dental Laboratories
- Medical Services and Health Practitioners
- Ambulance Services, Equipment and Supplies

As of 1-1-2011 some over-the-counter items will require a doctor's prescription in order to be eligible under the FSA.

View an expanded list of eligible medical expenses and information about using the benefits debit card to pay for these expenses directly from your flexible spending account at www.discoverybenefits.com.

Dependent Care Flexible Spending Account (FSA)

A Dependent Care FSA is a simple way to save money on quality care for your loved ones. It allows you to set aside pre-tax dollars to pay for day care expenses.

If you are married and you file a joint return, or you file a single or head of household return, the annual IRS limit is \$5,000. If you are married and file separate returns, you can each elect \$2,500 for the calendar year. To qualify, you and your spouse (if applicable) must be employed, or your spouse must be a full-time student.

Eligible Dependents

- Children under age 13 who are claimed as a dependent for tax purposes
- Disabled spouse or disabled dependent of any age

Ineligible Expenses

- Costs claimed as a dependent care tax credit on your tax return
- Services provided by one of your dependents
- Expenses for nighttime babysitting
- Your own dependents, under age 19, babysitting
- Expenses paid for schooling kindergarten and above

You may receive reimbursement up to your current balance in your account at the time the request is made.