

Health Savings Account (HSA)

Helping you get more for every healthcare dollar

What is an HSA?

An HSA is a tax-advantaged account¹ that works with your HSA-compatible health plan. Save and pay for qualified medical expenses tax-free¹ with an HSA — including doctor's visits, prescriptions, dental and vision expenses, and more. Funds in your account carry forward year after year and are yours to keep. There is no time frame for spending the funds, and you can save and invest² them for retirement.

More than 13,000,000 people³ have enrolled in an HSA. Here's why:

HSAs can put extra money in your pocket

- HSA-compatible health insurance premiums are typically lower than other health insurance plans
- If your premiums are lower, you can contribute the savings to your HSA — it's like earning extra income, and it's saved in an account that is yours to keep

HSAs typically offer more benefits than FSAs

- Each offers tax-free¹ contributions and spending on qualified medical expenses
- Higher annual limits for contributions⁴ mean more family tax savings potential with HSAs
- HSA funds are yours to keep even if you don't use them and carry forward year after year

HSAs are like IRAs for your healthcare

- Save for health care expenses in retirement
- You won't be taxed, even after you retire, as long as you use the money in your HSA for qualified medical expenses

HSAs offer the potential of investment growth

- Invest in a broad range of mutual funds²
- Any investment gains you make are tax free
- Wells Fargo offers tools to help you research, manage, and optimize your investment opportunities

Benefit from tax savings

The money you contribute to your HSA is tax-free¹ and can be used to pay for qualified medical expenses for you, your spouse, and tax dependents.

These tax savings can allow you to save up to \$25 or more for every \$100 contributed to your HSA.⁵

Income-tax savings⁵

	Without an HSA	With an HSA
Income	\$1,000	\$1,000
HSA contribution	\$0	\$1,000
25% federal income tax ⁵	-\$250	\$0
Money to spend on qualified medical expenses	\$750	\$1,000

2013 HSA contribution limits

The maximum amount the IRS allows you to contribute to your HSA in 2013 is \$3,250 for single and \$6,450 for family coverage⁶. Plus, if you are 55 or older, you can contribute an additional catch-up contribution of \$1,000.

Together we'll go far



Check with your employer to see if you can contribute to your HSA with before-tax payroll deductions. Or, you can make contributions to your HSA up to the annual IRS contribution limits on an after-tax basis and deduct them on your return.



Convenient payment options

With a swipe of your Wells Fargo Visa® HSA debit card, you can pay for prescriptions, doctor's visits, dental expenses, hearing aids, eye glasses, and more. Each time you use your HSA debit card, expenses are automatically deducted from your HSA.

You can also make withdrawals from your HSA by visiting any Wells Fargo store or Wells Fargo ATM.

Easy account management tools

The *Wells Fargo Health Account Manager*SM portal makes managing your HSA fast and easy. You can access your HSA anytime at wellsfargo.com/hsa.

HSAs offer the potential of investment growth

Did you know that the average couple retiring today will need \$250,000 for medical expenses in retirement⁷? Wells Fargo is here to help you understand and prepare for those expenses.

Once you reach a minimum balance in your FDIC-insured deposit account, you have the option to invest in a diverse range of mutual funds². It's easy to find funds that meet a variety of long-term investment strategies. Tools are available to help you research, manage, and optimize your investment opportunities at our [HSA Investment Center](#). And, through our relationship with *Wells Fargo Advantage Funds*⁸, investment professionals are available to assist you.⁸

Getting started is easy

Once you've enrolled in an HSA-compatible health plan, it's easy to set up your Wells Fargo HSA. Simply follow the instructions specific to your employer's benefits enrollment process.

Shortly after opening your account, you'll receive a welcome package in the mail. This packet includes all the information you need to start managing your HSA. Within a few days of receiving the welcome package, you'll receive your HSA debit card in a separate mailing, with instructions for using the card.

How can we help?

Wells Fargo HSA Customer Service can help you maximize the value of your HSA. Contact us today with questions:

1-866-884-7374
wellsfargo.com/hsa

¹ HSA contributions up to annual contribution limits are not subject to federal income tax. State taxes vary. Please consult a tax advisor for more information.

³ America's Health Insurance Plans, Center for Policy and Research - 5/12

⁴ This is generally true if an individual is HSA eligible for the full tax year. FSA salary reduction contributions are limited to \$2,500 per employee in 2013.

⁵ This example is for illustrative purposes only. Savings may vary based on tax bracket. HSA contributions up to annual contribution limits are not subject to federal income tax. State taxes vary, and some states do not recognize HSAs. Please consult a tax advisor for more information.

⁶ Personal limits may be lower than IRS maximums. Consult your tax advisor with questions.

⁷ Individual situations may vary and not all costs may qualify for reimbursement from an HSA. Source: Anthony Webb and Natalia Zhivan, "How Much is Enough? The Distribution of Lifetime Health Care Costs," Center for Retirement Research at Boston College (February 2010).

⁸ The funds are distributed by Wells Fargo Funds Distributor, LLC, Member FINRA/SIPC, an affiliate of Wells Fargo & Company. 211799 8/12.

Mutual fund investing involves risks, including the possible loss of principal. Consult a fund's prospectus for additional information on risks. *Carefully consider a fund's investment objectives, risks, charges, and expenses before investing. For a current prospectus and, if available, a summary prospectus, containing this and other information, visit wellsfargoadvantagefunds.com. Read it carefully before investing.*

²INVESTMENT PRODUCTS: NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE