

Advantages of HSAs

Affordability

You should be able to lower your health insurance premiums by switching to health insurance coverage with a high deductible.

Control

You make all the decisions about:

- How much money to put into the account.
- Whether to save the account for future expenses or pay current medical expenses.
- Which medical expenses to pay from the account.

Convenience

Your Mayville State Bank HSA offers you the convenience of accessing your funds through checks or debit card. Plus, you can track your account with monthly paper statements, e-statements, or through free Internet Banking.

Flexibility

You can use the funds in your HSA to pay for current medical costs, including expenses your insurance may not cover, or save the money in your account for future needs, such as:

- Health insurance or medical expenses if unemployed.
- Medical expenses after retirement (before Medicare.)
- Out-of-pocket expenses when covered by Medicare.
- Long-term care expenses and insurance.

Ownership

There is no “use it or lose it” clause for HSAs. Funds remain in your account from year to year.

Portability

You can keep your HSA even if you:

- Change jobs.
- Change your medical coverage.
- Become unemployed.
- Move to another state.
- Change your marital status.

Security

The money you save in your Mayville State Bank HSA is insured by the FDIC.

Tax Savings

An HSA provides you triple tax savings:

- Tax deductions when you contribute to your account.
- Tax-free earnings through interest.
- Tax-free withdrawals for qualified medical expenses.



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MayvilleStateBank.com



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HEALTH SAVINGS ACCOUNT

Earn interest while saving
for medical expenses.



Explore the benefits of a
Health Savings Account at
Mayville State Bank.



Health Savings Account

Mayville State Bank's Health Savings Account is a convenient, low maintenance, interest bearing checking account. The interest earned in your HSA is **tax-free**.

Withdrawals from your HSA are tax-free when used for qualified medical expenses. The funds in your HSA are easily accessible by writing a check or using your free debit card to pay for your qualified medical expenses.

Your HSA contributions can be made pre-tax as a direct deposit from your employer or used as a **tax-deduction** when you contribute to your account.

Who is Eligible for an HSA?

Any adult can contribute to an HSA if they:

- Have coverage under an HSA-qualified high deductible health plan (HDHP).
- Have no other first-dollar medical coverage. (insurance coverage such as accident, dental, disability, long-term care, or vision are permitted.)
- Are not enrolled in Medicare.
- Cannot be claimed as a dependent on someone else's tax return.

HDHP Minimum Deductible*	
2024 Single Coverage \$1,600	2025 Single Coverage \$1,650
2024 Family Coverage \$3,200	2025 Family Coverage \$3,300

HDHP Maximum Out-of-Pocket Expenses*	
2024 Single Coverage \$8,050	2025 Single Coverage \$8,300
2024 Family Coverage \$16,100	2025 Family Coverage \$16,600

*Amounts are adjusted annually for inflation.

HSA Contributions

For each year you are eligible you can make a contribution to your HSA up to the maximum amounts listed below. Individuals who are age 55 and older can make an additional catch-up contribution of \$1,000 for 2009 and beyond. *Contributions may be made as late as April 15th of the following year.*

As long as you are covered by an HSA qualified HDHP at the end of the calendar year, you are eligible to contribute the maximum amount as listed below. If you do not have coverage at the end of the calendar year, your contribution amount is pro-rated based on the number of full months you had the HDHP.

	Maximum HSA Deposit*	Maximum HSA Deposit with Catch-up
2024 Single Coverage	\$4,150	\$5,150
2025 Single Coverage	\$4,300	\$5,300
2024 Family Coverage	\$8,300	\$9,300
2025 Family Coverage	\$8,550	\$9,550

*Amounts are adjusted annually for inflation.



Our Financial Service Representatives would like to help you start saving tax-free for your health expenses.

Please stop in or call 1-800-732-0642.

HSA Spending

You can use the money in your HSA to pay for qualified medical expenses as permitted under federal tax law. This includes most medical care and services, dental, and vision care. You may use funds from your HSA to reimburse yourself for qualified expenses from a previous year as long as you had an HSA at the time the expenses were incurred.

There are medical expenses that do not qualify for tax-free HSA distributions. **Any amount used for purposes other than to pay for qualified medical expenses is taxable income and subject to an additional 20% tax penalty.** For a complete and current listing, please visit the IRS Website at www.irs.gov.

After you turn age 65, the 20% additional tax penalty no longer applies. If you become disabled and/or enroll in Medicare, the account can be used for other purposes without paying the additional 20% penalty. Due to IRS rules, once you enroll in Medicare you are no longer allowed to contribute to an HSA.

Maintaining receipts and records for the use of your HSA funds is important in case you are ever audited by the IRS.

A minimum deposit of \$100.00 is required to open an HSA. To avoid a \$5.00 monthly service charge on your HSA, you must maintain a minimum balance of \$250.00 or receive automated direct deposits to this account no less than monthly.