

## 2019 HSA Limits

On May 14, 2018, the Internal Revenue Service issued Revenue Procedure 2018-30<sup>1</sup>, announcing the 2019 inflation-adjusted amounts for Health Savings Accounts (HSAs), as determined under the Internal Revenue Code § 223.

The following is a comparison of the calendar year 2018 and 2019 annual limits:

<b>HSA Contribution Limits</b>	<b>Y2018</b>	<b>Y2019</b>
Individual with Single Coverage - 223(b)(2)(A)	\$3,450	\$3,500
Individual with Dependent Coverage - 223(b)(2)(B)	\$6,900	\$7,000
Catch-Up Contribution for Individual Age 55 or older	\$1,000	\$1,000
<b>High Deductible Health Plan Deductible Minimums</b>	<b>Y2017</b>	<b>Y2019</b>
Minimum Annual Deductible for Individual with Single Coverage - 223(c)(2)(A)	\$1,350	\$1,350
Minimum Annual Deductible for Individual with Dependent Coverage - 223(c)(2)(A)	\$2,700	\$2,700
Maximum Annual out-of-pocket for Individual with Single Coverage - 223(c)(2)(A)	\$6,650	\$6,750
Maximum Annual out-of-pocket for Individual with Dependent Coverage - 223(c)(2)(A)	\$13,300	\$13,500

A health savings account is a tax-exempt trust or custodial account that you set up with a qualified HSA trustee to pay or reimburse certain medical expenses you incur. You must be an eligible individual to qualify for an HSA under a High Deductible Health Plan.

No permission or authorization from the IRS is necessary to establish an HSA. When you set up an HSA, you will need to work with a trustee. A qualified HSA trustee can be a bank, an insurance company, or anyone already approved by the IRS to be a trustee of individual retirement arrangements (IRAs) or Archer MSAs. The HSA can be established through a trustee that is different from your health plan provider. Information pertaining to HSAs can be found in IRS Publication 969 (Y2017)<sup>2</sup>.

IRS Publication 502 (Y2017)<sup>3</sup> provides a comprehensive list of qualified medical and dental expenses that can be paid from or reimbursed by an HSA.

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<sup>1</sup> <https://www.irs.gov/pub/irs-drop/rp-18-30.pdf>

<sup>2</sup> <https://www.irs.gov/pub/irs-pdf/p969.pdf>

<sup>3</sup> <https://www.irs.gov/pub/irs-pdf/p502.pdf>