

Notes of Interest

MARCH 2007

Motorcycle Special!!!

Spring is coming get your new Motorcycle today with our GREAT rate of only **6.99%** to qualified borrowers. Login or call today!!

SPECIAL POINTS OF INTEREST:

- Rates
- Health Savings Accounts
- FLR Insurance
- Debit Cards

New Health Care Savings Accounts Q & A with Andrea Good, Compliance Officer

Q: What is a health savings account and how does it work:

A: A Health Savings Account (HSA) is an account that can receive contributions on a tax-favored basis on behalf of an eligible individual and allows tax-free distributions used to pay for qualified medical expenses.

Q: Who is eligible?

A: When determining contribution eligibility an individual must meet 4 requirements:

- The account holder must be covered under a High Deductible Health Plan (HDHP) during the last month of the year.
- Generally not covered by any other health plans
- Is not enrolled in Medicare.
- May not be claimed as a dependent on another individual's federal tax return.

Qualified High-Deductible Health Plan

Year	Single Coverage HDHP		Family Coverage HDHP	
	Minimum Deductible	Maximum Out-of-Pocket	Minimum Deductible	Maximum Out-of-Pocket
2006	\$1,050	\$5,250	\$2,100	\$10,500
2007	\$1,100	\$5,500	\$2,200	\$11,000

Q: What happens to the money at the end of the year?

A: All unspent funds remain in the account until spent, no "use it or lose it rules."

Q: What can the money be used for?

**Hardin Community
Federal Credit Union**
12837 St Rt 68 S
&
101 Jacob Parrott
Blvd.
Kenton OH 43326
419-674-4998
Or
419-675-2322

Regular Shares
1.01%

Money Markets
1.51%

IRA'S
3.04%

If you are planning on traveling outside of the USA and are planning on using your Debit Card please give us a 48 hour notice. If you do not contact us and try to use your card outside of the USA it will be rejected. Please contact Paige Wallace at 419-674-4998 if you have any questions.

www.hardinfcu.com

1-800-860-5704

CU ID: 129

Monday-Thursday
8:00am-4:30pm
Friday 7:30am-5:00pm

A: The money can be used tax-free if taken for "qualified medical expenses" permitted under federal tax law. This includes most medical care and services, and dental and vision care, and also includes over-the-counter drugs such as aspirin. You can generally not use the money to pay for medical insurance premiums, except under specific circumstances, including:

- -Any health plan coverage while receiving federal or state unemployment benefits.
- -COBRA continuation coverage after leaving employment with a company that offers health insurance coverage.
- -Qualified long-term care insurance.
- -Medicare premiums and out of pocket expenses, including deductibles, co-pays, and coinsurance for: hospital and inpatient services, physician and outpatient services, Medicare HMO and PPO plans and prescription drugs.

You can use the money to pay for medical expenses of yourself, your spouse, or your dependent children.

Q: Who funds the HSA? Employer or Employee?

A: The contributions to the HSA can be made by eligible individual, any other individual or Entity or eligible individual's employer. Any contributions made by account owner, any other individual, or an entity other than employer are deductible on the HSA owner's tax return.

HSA Contribution Limits

*Assuming that the HSA owner meets the eligibility requirements on the first day of the month, the monthly limit is 1/12th of the annual contribution limit.


Tax Year	Single Coverage Annual Limit	Family Coverage Annual Limit
2006	\$2,700	\$5,450
2007	\$2,850	\$5,650

*Catch-up contributions are allowed if the owner of HSA is at least age 55 by end of the year for which the contributions is made.

Tax Year	Catch-Up Contribution
2006	\$700
2007	\$800

Q: How do I enroll?

A: The first process is to purchase a high deductible health plan through your insurance agent (FLR Insurancenter can help with this). If you already have a high deductible plan, you just need to stop by either of our locations to set up your Health Savings Account. If you have any questions please feel free to contact Andrea Good at 419-674-4998. If you would like more information on purchasing a health plan please contact FLR.

Representing:	
	Insurancenter Serving Hardin County Since 1917
	<i>Westfield, Ohio Mutual, Motorist, Mennonite Mutual, Medical Mutual, Aetna, Anthem, Golden Rule, United Health Care</i>
Inc.	John Steinman Keith Kissling- Owners Gary Dunahue- Sales Agent 123 West Carrol St., PO Box 226 Kenton, Ohio 43326 Phone: 419.673.3130 Fax: 419.673.0747 Toll Free:877.817.5028

