

LIST OF ELIGIBLE HEALTHCARE FSA EXPENSES

This guide will provide a quick reference on Flexible Spending Account (FSA) questions. However, this listing is solely provided as a guide for eligible expenses and is not intended to apply to all plans; each client's plan may vary and therefore must be consulted. The terms of a particular plan govern any and all decisions regardless of the information contained in this Guide. This listing is not intended to be exhaustive.

This eligibility list is based on our understanding of the IRS rules and regulations pertaining to FSA administration and is not intended to be legal advice. No liability, expressed or implied, is assumed by The Harrison Group for reliance upon this eligibility list for tax-exempt determination of specific health care or dependent care expenses. It is recommended that customers consult their own tax professional.

Eligibility Listing for Health Care Spending Account

General Information:

Eligible health care expenses are expenses incurred for medical care. Medical care expenses include amounts paid for the diagnosis, care, mitigation, treatment, or prevention of disease or illness and for treatments affecting any part or function of the body.

Generally, with the exception of expenses for cosmetic procedures and health insurance premiums, any health care expenses which are deductible under the Internal Revenue Code and not covered by insurance or any other source that provides benefits, are eligible for reimbursement through the Health Care Spending Account. Eligible expenses may have been incurred for you, your spouse, children, and any other person who is a qualified dependent under the Internal Revenue Code.

Any expense recommended for the bettering of general health is not eligible (example: health fitness club).

Examples of eligible health care expenses include:

- Medical and dental deductibles and co-payments
- Eyeglasses and contact lenses
- Well-baby and well-child care
- Routine physical exams- comprehensive, limited, brief, or any other exam without a diagnosis
- Hearing aids
- Orthodontia
- Birth control items prescribed by your doctor
- Routine gynecological exams
- Expenses in excess of medical, dental and vision plan limits
- Medicines and drugs

MEDICAL EXPENSES

A doctor's prescription is generally not required to accompany the reimbursement request. However, in certain instances, a doctor's statement/prescription may be required in order to determine if an expense is eligible for reimbursement.

ACUPUNCTURE: Acupuncture services are an eligible medical expense.

ADOPTION FEES: **Not eligible.** However, medical expenses incurred by an adopted child who is claimed as a dependent are eligible. Care must be for the adopted child and incurred while the child qualifies as your dependent. The child's medical care expenses are eligible during the adoption process as long as the child qualifies as your dependent.

AIR CONDITIONERS/
AIR PURIFIERS: See Maintenance, Allergy Relief.

ALCOHOLISM/DRUG OR
SUBSTANCE ABUSE: Payment to a treatment center for alcohol or substance abuse is an eligible medical expense. This includes meals and lodging provided by the center during inpatient medical treatment (i.e., mental, nervous or addictive treatments).

ALLERGY RELIEF: The following are considered eligible medical expenses.
Note: In the case that these expenses increase the value of the property, only the portion of the expense that exceeds the increase is eligible.

For "special" purchase items, only the portion of the cost that exceeds the price of a "regular" item is allowable. For example, your doctor has recommended a special furnace filter that traps allergens and costs \$12 more than a regular filter. You can only be reimbursed for the \$12 cost difference.

- Electro-static air purifier
- Humidifier (when the person suffers from allergies)
- Home/automobile air conditioners (when the person suffers from allergies)
- Special vacuum cleaners for persons with respiratory problems
- Pillows, mattress covers, etc. to alleviate an allergic condition

- Prescription and over-the-counter allergy medicines

-Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

AMBULANCE: The amount paid for ambulance service is an eligible medical expense.

ANESTHESIOLOGY: The amount paid for anesthesiology services is covered.

ARCH SUPPORT: Qualifies as a medical expense only if prescribed by a physician as treatment and when submitted with documentation supporting a specific medical condition.

ARTIFICIAL LIMB/TEETH: The amount paid for artificial limbs/ teeth is an eligible medical expense. Dental adhesive is an eligible expense.

ARTIFICIAL INSEMINATION: The following expenses are considered medical expenses:

- Fertility exams, etc.
- In vitro fertilization
- Sperm banks-semen storage for artificial insemination
- Sperm implants due to sterility
- Embryo replacement and storage
- Sperm washing
- Egg donor- charges for recipient, as long as the recipient is the participant or participant's dependent and the charges are not covered by any medical plan
- Reverse vasectomy

ASTHMA EQUIPMENT: Nebulizers or peak flow meters prescribed for treatment of asthma are eligible expenses.

AUTOETTE: See Wheelchair.

BABY FORMULAS: See Medicines/Personal Items.

BIRTH CONTROL RELATED: The amount paid for birth control items prescribed by your doctor is an eligible medical expense (see list).

- Norplant- eligible
- Ovulation kits- eligible
- Condoms and other devices are eligible when prescribed by doctor.
- Spermicides are eligible when prescribed by doctor.

Eligible Birth Control Pills: (This list is not exhaustive.)

Demuelon	Orlho-Novum
Genora	Ovcon
Levelen	Ovral
Loestrin	Syntex
Lo-Ovral	Tri-Levelen
Modicon	Tri-Norinyl
Nordette	Triphasil
Norinyl	

BLOOD STORAGE: Fees for storing blood for an upcoming surgery are considered eligible medical expenses. Storage for general use is not eligible.

BRILLE BOOKS & MAGAZINES: The part of the cost of Braille books and magazines that is more than the price for regular books and magazines is an eligible expense.

BREAST PUMP (PURCHASE or RENTAL) The cost of a breast pump is considered a medical expense if the pump needs to be used to treat a medical condition.

BREAST REDUCTION: Medical expenses related to breast reduction surgery are reimbursable only if the physician substantiates that the procedure is medically necessary, i.e., to prevent or treat an illness or disease.

CAPITAL EXPENSE:

Amounts paid for special equipment or improvements in your home, if primarily motivated by medical considerations, are eligible medical expenses. The amount paid for the improvements that increase the value of the property may be partly eligible as medical expenses. The amount paid for the improvement is reduced by the increase in the value of the property. The rest is the eligible improvement; the entire cost is an eligible expense. Certain capital expenses made for the primary purpose of accommodating a personal residence to one's handicapped condition, which do not increase the value of a personal residence, may generally be included in full as medical expenses.

Examples of these expenses are:

- 1) Constructing entrance or exit ramps to your residence.
- 2) Widening doorways at entrances or exits to your residence.
- 3) Widening or otherwise modifying hallways and interior doorways.
- 4) Installing railing, support bars, or other modifications to bathrooms.
- 5) Lowering or making other modifications to kitchen cabinets and equipment.
- 6) Altering the location of or modifying electrical outlets and fixtures.
- 7) Installing porch lifts and other forms of lifts. Generally, this does not include elevators, because they may add to their fair market value of your residence and any medical expense therefore would have to be decreased to that extent.
- 8) Modifying fire alarms, smoke detectors, and other warning systems.
- 9) Modifying stairways.
- 10) Adding handrails or grab bars whether or not in bathrooms.
- 11) Modifying hardware on doors.
- 12) Modifying areas in front entrance and exit doorways.
- 13) Grading of ground to provide access to the residence.

This list is not exhaustive. If expenses are incurred similar to those listed above to adapt a personal residence to one's handicapped condition of one's spouse or dependents, the full expenses are eligible as medical expenses provided the expenses do not increase the fair market value for the residence. Only reasonable costs incurred to accommodate a personal residence to the handicapped condition are considered to be incurred for the purpose of medical care or are directly related to medical care for these purposes. Additional costs attributable to personal motivations, such as for architectural or

aesthetic reasons, are not allowable as eligible medical expenses.

Operation and Upkeep. If a capital expense qualifies as an eligible medical expense, amounts paid for operation and upkeep also qualify as eligible medical expenses as long as the medical reason for the capital expense still exists. This is so even if none or only part of the original capital expense qualified as a medical care expense. Examples would be cost of fuel to operate, cost of repairs, and cleaning costs.

Improvements to property rented by a handicapped person: Amounts paid by a handicapped person to buy and install special plumbing fixtures, mainly for medical reasons, in a rented house may qualify as eligible medical expenses.

CAR:

Special Equipment: The amount paid for the cost of special hand controls and other special equipment installed in a car for the use of a handicapped person is an eligible medical expense.

Special Design: The amount by which the cost of a car of specially designed to hold a wheelchair is more than the cost of a regular car is an eligible medical expense.

Cost Of Operation: The cost of operating a specially equipped car, except as discussed under Transportation, is not an eligible medical expense.

CHILD BIRTH RELATED EXPENSES:

Amounts paid to physicians for delivery charges qualify as eligible expenses. The costs of childbirth prep classes, Lamaze classes, and breast pumps are NOT eligible expenses. classes are elective and not medically necessary (personal convenience).

- See Maternity.
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CHIROPODY:

Fees paid to a chiropody (chiropractic foot doctor) for medical care are eligible medical expenses.

CHIROPRACTORS:

Fees paid to a chiropractor for medical care are eligible medical expenses.

- Bed boards recommended by physician, back supports are also eligible.

CHRISTIAN SCIENCE
PRACTITIONERS:

Fees paid to Christian Science practitioners are eligible medical expenses.

CIRCUMCISION:

Fees paid to an eligible provider are eligible medical expenses. Charges for “ritual” circumcision performed by an ineligible provider (Rabbi) are **not eligible**.

Adult circumcision is covered ONLY if it is performed for a specific medical reason.

CONTACT LENSES:

See Eyeglasses.

COSMETIC SURGERY/
PROCEDURES:

Cosmetic surgery/procedure expenses can only be reimbursed from a health FSA when surgery/procedures are necessary to improve a deformity that arises from or is directly related to a birth defect, a disfiguring disease or an injury resulting from an accident or trauma. A cosmetic surgery/procedure is any surgery/procedure that is directed at improving the patient’s appearance and does not meaningfully promote the proper function of the body or prevent or alleviate an illness or disease. See Hair Transplant and/or Electrolysis.

- Special bras for mastectomy patients- eligible
- Cosmetics (make-up) are not an eligible expense.
- Porcelain veneers (if rejected by the dental carrier), bonding, tooth whitening, and facelifts are generally not eligible.
- Tattooing and ear piercing are not eligible.
- Liposuction – generally not eligible.
- Blepharoplasty
- Slecrotherapy

-Expenses must be accompanied by a doctor’s certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

COUNSELING: Counseling must be performed to alleviate or prevent a physical or mental defect or illness. Eligibility is determined by the nature of the treatment and not the license of the practitioner.

- Psychotherapy, psychoanalysis – eligible.
- Marriage counseling – not eligible unless performed for the purpose of alleviating or preventing a physical or mental defect or illness.
- Sex therapy – cost of therapy is eligible, but cost of hotel room prescribed by therapist is not eligible.
- Non-licensed therapist – must be for medical care.
- Bereavement and grief counseling – eligible.
- Telephone consultation – eligible.

CRUTCHES: The amount paid to buy or rent crutches is an eligible medical expense. (Also: canes, walkers, medical equipment.) See Medical Supplies.

**DANCING LESSONS
SWIMMING LESSONS, ETC:** The cost of dancing lessons, swimming lessons, etc., even if a doctor recommends them for the general improvement of one's health, is not an eligible medical expense. Hydrotherapy is eligible if prescribed by a doctor.

DERMATOLOGY: The amount paid to a dermatologist for medical care qualifies as a medical expense. Documentation supporting a specific medical condition may be required.

DIABETIC SUPPLIES: The cost of diabetic supplies is eligible for reimbursement.

- Alcohol swabs
 - Cotton balls
 - Glucagon Emergency Kit
 - Glucometer and test strips
 - Glucose tablets
 - Insulin
 - Keytone urine test strips
 - Needles (lancets)
 - Syringes
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DMO-DENTAL
MAINTENANCE
ORGANIZATION:

The amount paid to entitle a person to receive dental care from a dental maintenance organization is not an eligible expense. See Insurance policies and plans.

DENTAL TREATMENT:

The amounts paid for dental treatment such as x-rays, fillings, braces, extractions, and dentures are eligible expenses. Services which may be deemed cosmetic such as teeth bleaching, bonding, porcelain veneers (unless allowed by the dental carrier) or whitening are not eligible for reimbursement. Bonding and sealants for dentures are eligible. See Cosmetic Surgery.

DIAPER SERVICE:

Diapers (e.g., Depends) for a handicapped or disabled child or adult may be eligible.

-Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

DOCTOR'S FEES:

Fees paid to doctors are eligible medical expenses. This includes, but is not limited to, fees for:

Anesthesiologist	Ophthalmologist
Chiropodists	Optician
Chiropractor	Orthopedist
Christian Science Pract.	Osteopaths
Dentist	Pediatrician
Dermatologist	Physician
Gynecologist	Podiatrist
Neurologist	Psychiatrist
Obstetrician	Physiotherapist
Oculist	

- A physical without diagnosis or not covered by insurance-eligible.
- Consultations.
- Transfer of medical records – eligible.
- Any expense a doctor may charge to write a letter of medical necessity.

- Late fees, finance fees, etc. – not eligible.
 - Missed appointments – not eligible.
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DRUGS: See [Prescription Drugs](#) and [Over-the-Counter Drugs](#).

DRUG ADDICTION: See [Alcoholism](#).

ELECTROLYSIS OR HAIR REMOVAL: The amount paid for hair removal through electrolysis is generally considered cosmetic and is not an eligible medical expense unless deemed medically necessary. See [Cosmetic Surgery/Procedures](#).

EYEGASSES: The amount paid for eyeglasses and contact lenses needed for medical reasons is an eligible medical expense. This includes fees paid for the following:

- Eye examinations.
- Contact lens fee, contact lens replacement, contact lens maintenance fee.
- Reading glasses, prescription sports goggles, scuba masks, or safety glasses. Medical necessity may be required.
- Radial Keratotomy or other laser eye surgery is eligible if done primarily to promote the correct function of the eye.
- Artificial eye and polish are eligible.
- “Clip ons” are eligible if in lieu of prescription sunglasses.
- Contact lens solutions.
- Vision premiums – not eligible.
- Non-prescription sunglasses are not an eligible medical expense.

FLU SHOTS: Flu shots are eligible medical expenses.

FOOD and NUTRITIONAL SUPPLEMENTS:

- Meals are only eligible if they are included as part of inpatient or hospital care.
- Nutritional supplements (such as vitamins, herbal supplements, and natural medicines) may be eligible, but a

doctor's statement is required. For more information, please see Over-The-Counter Drugs and Other Medical Supplies.

FUNERAL EXPENSES: Not an eligible medical expense.

GROUP MEDICAL INSURANCE: See Insurance Policies and Plans.

GUIDE DOG or ANIMAL: See Service Animals.

GYNECOLOGISTS: The amount paid to a gynecologist for medical care is eligible medical expenses.

HAIR TRANSPLANT: Surgical hair transplants are not an eligible expense unless deemed medically necessary because of trauma, injury, or disease. See Cosmetic Surgery/Procedures.

-Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

HANDICAPPED PERSONS: Cassette books for a visually handicapped person may be included. The difference in cost between the recorded book and the typewritten book is considered an eligible medical expense.

HEALTH CLUB DUES: Amounts paid for health club dues or steam baths for your general health or to relieve physical or mental discomfort not related to a particular medical condition are not eligible medical expenses. However, whirlpools are eligible expenses if prescribed by a doctor.

-Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment

needed, and how this treatment will alleviate the medical condition.

HEALTH EXPENSES INCURRED OUT OF USA:	An individual may deduct expenses incurred for the medical care of him/herself, his/her spouse, and his/her dependents. There is no exclusion of providers located in other countries, <u>as long as the claimants are eligible dependents</u> (claim on tax return) and the treatment involves medical care which could be legally provided within the United States (for example, laetrile treatments obtained in Mexico are not an eligible expense because laetrile cannot be legally obtained in the U.S.).
HEALTH SCREENINGS:	The cost of a public health screening (i.e., VDRL, cholesterol, diabetes glucose, blood pressure, etc.) is eligible. General wellness screenings do not qualify as medical expenses.
HEARING AIDS:	The cost of a hearing aid and the batteries needed to operate the aid are eligible medical expenses. Television adapter for the deaf, lip reading lessons, hearing exams are eligible.
HEATERS – HUMIDIFIERS:	See <u>Maintenance</u> .
HMO-HEALTH MAINTENANCE ORGANIZATIONS:	The amount to entitle one to receive medical care from a health maintenance organization is not an eligible medical expense. These amounts are treated as medical insurance premiums. See <u>Insurance Policies and Plans</u> .
HOSPITAL SERVICES:	Amounts paid for hospital services are eligible medical expenses. See <u>Lodging</u> . See <u>Personal Items</u> .
HOUSEHOLD HELP:	The cost of household help, even if recommended by your doctor, is not eligible as a medical expense. Certain expenses paid to an attendance providing nursing type service may be eligible. See <u>Nursing</u> .
HUMAN GUIDE:	Expenses for a human guide – to take a blind child to school for example – are reimbursable. Also see <u>Service Animals</u> .

HYPNOSIS: The cost of hypnosis is an eligible expense.

-Expenses must be accompanied by a doctor's certification indicating The specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

INSURANCE POLICIES AND PLANS: Insurance premiums that are paid for projected medical expenses (including Dental or Vision) are not eligible expenses, although they May be claimed on tax forms. Federal voluntary Healthcare parts A and B, its deductible, and life insurance are not eligible. Disability Insurance premiums are not eligible.

See HMO/DMO-Health/Dental Maintenance Organizations

LABORATORY FEES The amounts paid for laboratory fees that are part of your medical Card are eligible medical expenses. Example: blood tests, Cardiographs, metabolism test, stool exams, spinal tests, urinalysis, x-ray exams, pap smears, cholesterol tests, thyroid profile and storage fees for blood taken for future surgery. Laboratory handling fees are eligible.

LASIK EYE SURGERY Expenses associated with LASIK or keratotomy surgery to correct Impaired vision are eligible.

LEAD BASED PAINT REMOVAL: The cost of removing lead-based paints from surfaces in your home to prevent a dependent who has or had lead poisoning from eating The paint is eligible. These surfaces must be in poor repair (peeling or cracking) or within the dependent's reach. The cost of repainting the scraped area is not an eligible medical expense.

If, instead of removing the paint, you cover the area with wallboard or paneling, you would treat these items as capital expenses. Do not include the cost of painting the wallboard as a medical expense. Radon mitigation is an eligible expense.

See Capital Expense

LEARNING DISABILITY: Eligible medical expenses include tuition fees you pay to a special school for a dependent who has learning disabilities caused by a mental or physical handicap, including nervous system disorders.

Your doctor must recommend that the dependent with the Specific medical condition or disability attend the school.

Tutoring fees you pay, on your doctor's certification, for the Dependent's tutoring by a teacher who is specially trained and Qualified to work with people who have severe learning disabilities, Is an eligible expense. Example: Remedial reading for a Dependent suffering from dyslexia.

Speech therapy to improve reading disabilities-eligible

- Expenses must be accompanied by a doctor's certification Indicating the specific medical disorder, the specific treatment Needed, and how this treatment will alleviate the medical condition.

LEGAL FEES:

Legal fees paid to authorize treatment for mental illness are eligible. However, if part of the legal fees include, for example, guardianship, or estate management fees, you may not include that part in medical expenses.

LODGING:

Eligible medical expenses may include the cost of meals and lodging at a hospital or similar institution, if the main reason for being there is to receive medical care. See Nursing Home.

The cost of lodging (not provided in a hospital or similar institution) while away from home is an eligible medical expense if:

The lodging is primarily for and essential to medical care. Medical care is provided by a doctor in a licensed hospital or in a medical care facility related to, or the equivalent of, a licensed hospital.

The lodging is not lavish or extravagant under the circumstances. There is no significant element of personal pleasure, recreation or vacation in the travel away from home.

The amount you include in medical expenses may not exceed \$50 for each night for each person. Lodging is included for a person for whom transportation expenses are a medical expense because that person is traveling with the person receiving the medical care. For example: a parent traveling with a sick child is allowed up to \$100 per night as a medical expense for lodging. Meals are not An eligible expense.

MAINTENANCE:

Air conditioners, central air, heaters, humidifiers, air purifiers, which

are home installations for the purpose of relieving an allergy or difficulty in breathing due to a medical condition are eligible. The maintenance cost for operating the devices, e.g. electricity for air conditioner use, is also an eligible medical expense as long as the medical reason for the device continues to exist. Also, the maintenance cost for a home swimming pool for a person suffering from emphysema can be considered an eligible expense. An appraisal of the property value and after installation is required with submission. Only the portion of the expense that exceeds the increase in property value is eligible as a medical expense.

Cost difference between regular filter and special air filters for furnace- eligible.

Warranties- not eligible

- Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

MARIJUANA: Amounts paid for marijuana, even if prescribed by a physician, are not eligible for reimbursement.

MASSAGE THERAPY: The amounts paid to a massage therapist for medical care qualify as medical expenses.

- Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

MATERNITY: Clothes are not eligible expenses. Maternity girdle for back pain is an eligible expense. The cost of childbirth prep classes, and Lamaze classes are not eligible expenses. Breast pumps are allowable expenses. Expenses associated with a birthing assistant/coach for women in labor are not considered eligible medical expenses. Amounts paid to physicians for delivery charges qualify as eligible expenses.

Home pregnancy test- eligible
Ovulation kits- eligible

MEALS: See Lodging

MEDICAL ALERT BRACELET: Eligible.

MEDICAL INFORMATION: Amounts paid to a plan that keeps medical plan information by computer and that can give the information when needed are eligible medical expenses (e.g., a national information bank that holds medical information on computer). Charges to transfer records due to a change in physicians are eligible. See Transplants.

MEDICAL SUPPLIES: Expenses paid for medical supplies used to aid a person suffering from a physical defect/illness are eligible. This includes but is not limited to the following:

Bandages, blood pressure kit, breast pump, Cholesterol testing kit
Diabetic supplies (including diabetic training classes)
Glucose kit, hearing aids, heating pad, ice pack, medical alert equipment
Orthopedic shoes- only the cost difference between regular and orthopedic shoes
Rental of medical healing equipment-wheelchairs, crutches, canes, walkers, etc., Truss

The following expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition:

Inclinators, bed boards, reclining chair, educational material related to a diagnosed illness.

Special mattress- cost difference between regular and special mattress

Bed-wetting alarm, physician scales, and occlusal guards

MENTALLY HANDICAPPED,
SPECIAL HOME FOR:

The cost of keeping a mentally handicapped person in a special home, not the home of a relative, on the recommendation of a psychiatrist to help the person adjust from life in a mental hospital to community living is an eligible medical expense.

NEUROLOGIST FEES: Fees paid to a neurologist for treatment of a specific condition qualify as medical care and are eligible for reimbursement.

NURSING HOME: The cost of medical care, including meals and lodging in a nursing home or home for the aged, rest home or sanitarium, if the primary reason for being there is to get medical care, is an eligible medical expense. See Lodging.

NURSING SERVICES Eligible medical expenses may include wages and other amounts paid for nursing services. Services need not be performed by a nurse as long as the services are of a kind generally performed by a nurse. This includes services connected with caring for the patient's dressings, as well as bathing and grooming the patient. Only medical care services are eligible. Household services and personal care unrelated to medical care and not covered under your medical plan is not eligible. Extra rent or utilities expense for a large apartment with enough space (extra bedroom) for a nurse or private attendant is eligible.

NUTRITIONAL SUPPLEMENTS: Special foods or nutritional supplements are only covered if there is supporting documentation from a physician that they were prescribed as treatment for a specific medical condition.

-Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

OCCLUSAL GUARDS: Occlusal guards prescribed by a dentist to prevent a person from grinding his/her teeth at night are eligible expenses.

OPTOMETRIST: See Eyeglasses

OVER-THE-COUNTER DRUGS: See Appendix A

OXYGEN: Amounts paid for oxygen or oxygen equipment to relieve breathing problems caused by a medical condition are eligible medical expenses.

PARKING: See Transportation

PENILE IMPLANTS: Eligible if impotence is due to such organic causes such as trauma, post-prostatectomy or diabetes.

- Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

PERSONAL ITEMS: You may include in medical expenses an item ordinarily used for personal living, and family purposes only if it is used primarily to prevent or alleviate a disease or disability.

Wigs- If recommended by a physician for the mental health of a person who has lost his/her hair due to a disease
Hospital- Telephone, TV, newspapers, etc. are not eligible
Hospital kits are eligible.
Sanitary napkins, feminine hygiene products are not eligible.

PHYSICAL THERAPY: The amounts paid to a physical therapist for medical care may qualify as medical expenses.

- Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

PRESCRIPTION DRUGS: Amounts paid for medicines and drugs are eligible expenses if they legally require a prescription by a doctor for its use by an individual.

PROSTHESIS: See Artificial Limb/Teeth. See Penile Implants.

PSYCHIATRIC CARE: Amounts paid for psychiatric care are eligible medical expenses. Eligible expenses include the cost of supporting a mentally ill dependent at a specialty equipped medical center where the dependent receives medical care. See Counseling.

PSYCHOANALYSIS: Amounts paid for psychoanalysis are eligible expenses. Payment for psychoanalysis that is part of a person's training to be a psychoanalyst is not an eligible expense. See Counseling.

PSYCHOLOGIST: Amounts paid to a psychologist for medical care are eligible expenses. See Counseling.

SALES TAX: Cost for sales tax, shipping or handling fees associated with a reimbursable expense is eligible.

SCHOOLS, SPECIAL: Payments to a school for a mentally impaired or physically disabled person are eligible expenses if the reason for using the school is its resources for relieving the disability. For example, the cost of a school that teaches Braille to the visually impaired, lip reading to the hearing impaired, or gives remedial language training to correct a condition caused by a birth defect is an eligible expense. The cost of meals, lodging, and education supplied by a school or institution is eligible as a medical expense only if the reason for the patient being on-site is the resources the school has for relieving the mental or physical disability. The cost of sending a problem dependent to a school for benefits the dependent may get from the course of study and disciplinary methods is not an eligible expense. The cost of a boarding school while recuperating from an illness is not an eligible expense.

SERVICE ANIMALS: The cost of a service animal for the blind or deaf is an eligible medical expense. Amounts paid for the care of the service animal are also eligible medical expenses.

SMOKE DETECTOR: The cost difference between a regular smoke detector and a smoke detector for the hearing impaired is considered an eligible expense.

SMOKING PROGRAM: Stop-smoking programs are eligible.

SPEECH/VOICE THERAPY: Eligible if rendered for developmental delay or is restoratory or

rehabilitatory in nature.

STERILIZATION: The cost of legal sterilization is an eligible medical expense.

- Vasectomy or tubal ligation- eligible.

See Artificial Insemination.

SURGERY: Amounts paid for legal operations/surgery that are not cosmetic in nature are eligible medical expenses. See Cosmetic Surgery.

SCIENTOLOGY, CHURCH of: Fees are not eligible due to the fact that no actual medical care is involved.

TANNING BED: The cost of using a tanning bed for the treatment of psoriasis is an eligible medical expense.

- *Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.*
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TELEPHONE: The cost and repair of special telephone equipment that allows a deaf Person to communicate over a regular telephone is an eligible medical.

TELEVISION: Eligible medical expenses may include the cost of equipment that displays the audible parts of television programs as subtitles for the deaf. This may be the cost of an adapter that attaches to a regular set. It also may be the excess cost of specially equipped television over the cost of the same model/regular television etc.

THERAPY: Therapy received as medical of mental treatment is an eligible expense.

- 'Patterning' Exercises-Payments made to an individual for giving 'patterning' exercises to a mentally handicapped dependent are eligible. These exercises consist of physical manipulation of the

dependent's arms and legs to imitate crawling and other normal movements.

- Hydrotherapy-eligible.
- Massage prescribed by physician for specific disorder is eligible

- *Expenses for **massage or hydrotherapy** must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, how this treatment will alleviate the medical condition, and the frequency and duration of the therapy treatment.*

See Counseling.

TRANSPLANTS:

You may include in medical expenses payments for surgical, hospital, laboratory and transportation expenses for a donor or a possible donor of a kidney or other organ (heart, eye, etc.).

- Cost to transfer medical records in order to find organ donors are eligible.

See Doctor's Fees.

TRANSPORTATION:

Amounts paid for transportation primarily for and essential to medical care qualify as medical expenses. An individual may be reimbursed \$.20 per mile or actual car expenses when traveling in his/her own vehicle to visit a licensed practitioner for medical reasons. (Mileage documentation is not required as long as the mileage and dates of service are provided.) The cost of tolls and parking can be added to this amount.

THIS INCLUDES:

- Trips to pharmacy to pick up prescriptions and/or medical supplies.
- Bus, taxi, train, plane fare, or ambulance service.
- Actual car expenses, such as gas and oil. Do not include expenses for general repair, maintenance, depreciation, and insurance.
- Parking fees and tolls (receipt required).
- Cost of transportation for parents if accompanying a child who needs medical care.
- Transportation expenses of a nurse or other person who can give injections, medications, or other treatment required by a patient who is traveling to get medical care and is unable to travel alone.
- Transportation expenses for regular visits to see a mentally ill

dependent, if these visits are recommended as part of treatment.
- Transportation to Alcoholics Anonymous meetings.

THIS DOES NOT INCLUDE:

- Transportation expenses to and from work, even if the condition requires an unusual means of transportation.
- Transportation expenses if for non-medical reasons only, travel is to another city such as a resort area, for an operation or other medical care prescribed by a doctor.
- Transportation of disabled to and from work is not eligible.

TRIPS:

A trip or vacation taken for a change in environment, improvement of morale, or general improvement of health, even if made on the advice of a doctor is **not** an eligible medical expense. Childcare fees while at doctor's office are **not** eligible. Trips to doctor, dentist are eligible. See Transportation.

TUITION FEES:

Expenses for medical care, for services that are actually incurred, that are included in the tuition fee of a college or a college or private school are eligible medical expenses if the charges are separately stated on the bill or given by the school. Tuition fees paid to a private school as a personal preference over public schooling for general education are not an eligible expense.

See Learning Disability and Schools, Special.

UVR TREATMENTS:

UVR treatments are eligible expenses when recommended by a physician for a medical condition (e.g., chronic psoriasis). Documentation supporting a specific medical condition may be required.

VACCINATIONS:

Amounts paid for vaccinations or immunizations against disease are eligible health care expenses.

VARICOSE VEIN SURGERY:

Expenses associated with the removal of varicose veins prescribed by a doctor for treatment of a specific medical condition are eligible health care expenses. Removal for cosmetic purposes is not an eligible expense.

VASECTOMY: Medical expenses paid for a legal vasectomy are covered.

VITAMINS: See Over-The-Counter Drugs and Other Medical Supplies.

WATER BED: Expenses for a water bed used in the aid of a special ailment and not for general well-being are eligible.

- Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

WATER FLUORIDATION UNITS AND WATER PIK: These are eligible as a medical expense if prescribed by a doctor.

- Expenses must be accompanied by a doctor's certification indicating the specific medical disorder, the specific treatment needed, and how this treatment will alleviate the medical condition.

WEIGHT LOSS PROGRAM: The cost of a weight-loss program, to improve your general health, is **not** an eligible medical expense. The weight-loss program must treat a medical condition (e.g., obesity, hypertension).

- Only program costs are eligible.
- The cost of food is not an eligible expense.

- Expenses must be accompanied by a doctor's certification indicating a specific medical disorder that requires a weight-loss program, specific treatment needed and how treatment will alleviate the medical condition.

WHEELCHAIR: Amounts paid for an autoette or a manual or motorized wheelchair used mainly for the relief of sickness or disability is an eligible medical expense. The cost of operating and keeping up the autoette or wheelchair is also an eligible medical expense. See Medical Supplies.

X-RAY FEES: Amounts paid for x-rays for medical reasons are eligible medical expenses. Medical and dental x-rays are eligible.

Appendix A Over the Counter Medications

The Affordable Care Act contains a provision that affects Healthcare Flexible Spending Accounts (FSA), Health Reimbursement Arrangements (HRA), and Health Savings Accounts (HSA) effective January 1, 2011.

Specifically, expenses incurred on or after January 1, 2011 for medicines or drugs may be paid or reimbursed through one of the aforementioned plans only if:

- The medicine or drug requires a prescription
- The medicine is an over-the counter medicine or drug and you obtain a doctor's prescription
- The medicine is insulin.

Accordingly, if the medicine or drug is an over-the-counter medication, and you purchase it on or after January 1, 2011, you must obtain a doctor's prescription in order to be reimbursed for the cost of it through an FSA, an HRA or an HSA.

If you currently utilize a debit card to make allowable purchases, you may not be able to use your debit card to purchase over-the-counter medications. If you are not able to use your FSA debit card, you will need to purchase the over-the-counter medicine or drug and submit a paper claim for reimbursement.

This new rule does not apply to other items such as crutches, bandages, diagnostic devices (such as blood sugar testing kits) which will still be reimbursable. Below is a summary of some expenses and whether or not you will need a prescription.

<i>OTC Medications Requiring a Prescription</i>	<i>OTC Items not Requiring a Prescription</i>
Antacids Allergy and sinus medications Anti-diarrhea medications Anti-gas medications Anti-itch and insect bites medications Baby rash ointments and creams Cold sore remedies Cough, cold and flu medications Digestive aids Laxatives Motion sickness medications Pain relievers Respiratory treatments Sleep aids and sedatives Stomach remedies	Acne creams Anti-fungal foot medication Antiseptics and wound cleaners Band Aids Braces and supports Catheters Thermometers First Aid Supplies Hearing Aid Batteries Infant teething supplies Orthopedic aids Reading glasses Syringes Thermometers Wheelchairs, walkers, and canes