The Arizona Board of Regents
Flexible Spending Account Plan

Participant Plan Information

Arizona Board of Regents
Arizona State University
Northern Arizona University
The University of Arizona

Administered by
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1 INTRODUCTION

1.1 Disclaimer
The information found in this document provides a brief overview of the Arizona Board of Regents (ABOR) Flexible Spending Account (FSA) plan that is available to you as a benefits-eligible employee. It is not intended to provide complete details, which are contained in the contracts and legal plan documents for the plan. In case of a discrepancy between this guide and the contracts and plan documents, the contracts and plan documents will govern the benefits provided by this plan. The Arizona Board of Regents reserves the right to change or terminate any of its plans, in whole or in part, at any time.

1.2 Plan Overview
A Flexible Spending Account (FSA) plan is an employer-sponsored plan that enables you to have dollars deducted from your paycheck before all the payroll taxes are calculated and have them deposited into a special account. FSA accounts are exempt from federal income taxes, Social Security/Medicare (FICA) taxes, and state income taxes. Contributions to your account are used to reimburse you for qualified health care and dependent care expenses, and reduce your taxable income at the same time. Your tax savings are realized throughout the plan year with every paycheck you receive and your reduced taxable income is reported on your W-2 each year.

Your total savings will depend on your marital status, number of exemptions and tax bracket; **contact your tax advisor if you have questions about your tax savings and how an FSA plan may benefit you.**

The plan is administered by ASI, a third party that specializes in FSA plan administration. There are two different accounts in the ABOR FSA plan. One account is for qualified health care expenses for you and your eligible dependents, and the other account is for qualified dependent care expenses for your eligible dependents. When you enroll in the FSA plan, you carefully estimate the amount of expenses you expect to incur during the upcoming plan year.

After you enroll in one or both of these accounts, ASI will send to your home address a confirmation of your enrollment and claim forms. As you incur qualified expenses throughout the year, submit a claim form along with documentation of the expense. In return, you will receive tax-free reimbursement from your FSA account, along with an account summary.

1.3 Eligibility
To be eligible to participate in an FSA, you must be: 1) a benefits-eligible employee of the Arizona Board of Regents, Arizona State University, Northern Arizona University, or The University of Arizona; AND 2) working at least 20 hours a week; AND 3) scheduled to work for 6 months or more.

1.4 The Plan Year
The FSA plan year is the twelve-month period from January 1 through December 31 of the same calendar year. Qualified expenses must be incurred during the portion of the plan year that you are a participant. If you have not claimed all funds in your account by April 30 following the end of the plan year, you will forfeit the balance in your account(s).

1.5 Qualified Dependents
The IRS definition of qualified dependents for tax purposes is unrelated to the eligibility for coverage under the medical, dental, or vision plans, which are established by Arizona statute. Please visit [www.asiflex.com](http://www.asiflex.com) or contact ASI at asi@asiflex.com or (800) 659-3035 if you have any questions regarding qualified dependents.

1.6 Enrollment Periods
Annual Open Enrollment is generally held in November. Participation in the plan does not
automatically carry forward to the next plan year, so if you wish to continue to participate, you must re-enroll during the annual Open Enrollment period for the next plan year.

If you are a new benefits-eligible employee, you must enroll within 30 or 31 days as required by your University. Participation begins the first day of the pay period following 90 days of employment. If you have prior service with an Arizona state agency, this waiting period may not apply.

Once your participation begins, you may not change it unless you experience a Qualified Life Event that supports a change during the plan year.

If you are enrolling for the first time and your enrollment is outside the regular annual Open Enrollment period, you should only include qualifying expenses from the date your coverage begins through December 31 of that plan year. For instance, if your coverage begins on March 1, your qualifying expenses incurred between March 1 and December 31 are eligible for reimbursement.

If you do not enroll within your University’s required enrollment period, you may not participate in the Plan until the next annual Open Enrollment period or until you experience a Qualified Life Event that supports a change during the plan year.

1.7 Your Reimbursement Options – Direct Deposit, Check, or Debit Card
When you enroll, you will choose whether to receive your reimbursements by direct deposit into your financial institution, by check sent to you in the US mail or by debit card. If you choose direct deposit, a notice that a reimbursement payment was made will be sent to you by e-mail or US mail.

A debit card option is available to General-Purpose Health Care FSA (see Section 2) participants at the employee’s cost of $1.00 per month. When you elect the debit card option, your first month of participation will include one deduction from your FSA account for the entire cost for the remainder of your participating year. For example, if your participation starts in January, a deduction of $12.00 will be made to your FSA account in January; if your participation starts in April, a pro-rated deduction of $9.00 will be made to your FSA account in April. ASI will mail a debit card application to your home address with your FSA enrollment confirmation. You may contact ASI at any time during the plan year to add the debit card option.

Many debit card transactions can be electronically substantiated and will not require documentation. A claim is considered to be electronically substantiated if it matches a co-payment or any combination of co-payments up to five times the highest co-payment for your insurance plan, occurs at a retail outlet that has implemented the Inventory Information Approval System (IIAS), or is a recurring expense for the same amount at the same provider and has been substantiated once by paper claim.

If a transaction cannot be electronically substantiated, you will receive a request for follow-up documentation from ASI. If follow-up documentation is not provided within six weeks of the initial request, the debit card will be de-activated. If follow-up documentation is not provided by April 30 of the following year, the claim may be reported as taxable income or deducted from your paycheck.

1.8 Your Communication Preference – U.S. Mail or E-mail?
You will receive enrollment confirmation and your first quarterly statement by U.S. Mail. If you choose direct deposit for your reimbursement payments and provide an e-mail address, you will receive direct deposit notification, subsequent quarterly statements, and other communications from ASI at that e-mail address. To change your communication
preference anytime during the plan year, contact ASI at asi@asiflex.com or (800) 659-3035.

2 HEALTH CARE FLEXIBLE SPENDING ACCOUNT

The Health Care FSA allows you to be reimbursed from your pre-tax contributions for qualified health care expenses for you and/or your eligible dependents.

The General-Purpose Health Care Flexible Spending Account is available to eligible employees who do not concurrently participate in the Health Savings Account Option offered by the Arizona Department of Administration for their medical insurance.

Qualified health care expenses\(^2\) under the General Purpose Health Care FSA include eligible medical, dental, hearing and vision expenses not covered or not reimbursed by insurance, which are incurred by you or your eligible dependent\(^3\) during the plan year for the diagnosis, cure, mitigation, treatment, or prevention of disease, and for treatments affecting any part or function of the body.

The Limited Health Care Flexible Spending Account is available to eligible employees who do concurrently participate in the Health Savings Account Option offered by the Arizona Department of Administration for their medical insurance.

Qualified health care expenses\(^4\) under the Limited Purpose Health Care FSA include eligible dental, vision and preventive care expenses not covered or not reimbursed by insurance, which are incurred by you or your eligible dependent\(^5\) during the plan year.

An expense qualifies for the Health Care FSA based on when the service is provided and the expense is incurred, not when it is paid. Please contact ASI at asi@asiflex.com or (800) 659-3035 if you have any questions regarding qualified expenses.

2.1 Estimating Your Family’s Annual Out-Of-Pocket Health Care Expenses

You may include qualified health care expenses for anyone who is a qualified dependent for tax purposes. (There are exceptions for the expenses of children of divorced parents. Please visit www.asiflex.com or contact ASI at asi@asiflex.com or (800) 659-3035 for further information.) When calculating your annual election, include predictable expenses only. If you do not incur expenses equal to your annual election by December 31, you will forfeit the balance in your account. You may make a maximum annual contribution of $2,500 to the Health Care FSA.

Sample Qualified Health Care Expenses

- Deductibles
- Co-pays
- Doctor’s/Chiropractor’s fees
- Vision care expenses
- Prescription glasses
- Contact lenses/solutions
- Corrective eye surgery
- Prescription medications
- Dental expenses
- Orthodontia/braces
- Routine physicals
- Insulin
- Hearing aids, including batteries
- Transportation expenses related to illness
- Medical equipment

Sample Non-Qualified Health Care Expenses

- Expenses paid by health, dental, or vision insurance
- All insurance premiums
- Long-term care expenses
- Non-prescription medications used to treat a medical condition

\(^2\) IRS Publication 502
\(^3\) IRC Section 152 or www.asiflex.com
\(^4\) IRS Publication 502 or www.asiflex.com
\(^5\) IRC Section 152 or www.asiflex.com
- Clip-on or non-prescription sunglasses
- Toiletries
- Expenses that are merely beneficial to your general health (e.g., vacations, vitamins, nutritional supplements, drugs, herbs)
- Warranties
- Cosmetic procedures not medically necessary to meaningfully promote the proper function of the body or prevent or treat illness or disease; e.g. face-lifts, skin peeling, whitening teeth, hair removal/replacement

2.2 Specific Requirements for Orthodontic Expenses (dental braces)
Orthodontic expenses may be considered incurred at the time a monthly payment is paid. In order to receive reimbursement for orthodontic expenses, you must submit copies of invoices or statements from the provider, including the provider’s name, the date(s) of service(s), a description of the service(s), AND proof of payment.

If you have questions about qualifying orthodontic expenses, please contact ASI at asi@asiflex.com or (800) 659-3035 prior to enrolling.

2.3 Women's Health Cancer Rights Act of 1998
The Health Care FSA, as required by the Women’s Health and Cancer Rights Act of 1998, includes expenses for mastectomy-related services including reconstruction and surgery to achieve symmetry between the breasts, prostheses, and complications resulting from a mastectomy (including lymphedema). Please contact ASI at asi@asiflex.com or (800) 659-3035 for more information.

2.4 Newborns' and Mothers' Health Protection Act of 1996
Under federal law, group health plans and health insurance issuers generally may not restrict benefits for any hospital length of stay in connection with childbirth for the mother or newborn child to less than 48 hours following a vaginal delivery, or less than 96 hours following a cesarean section. However, federal law generally does not prohibit the mother's nor newborn's attending provider, after consulting with the mother, from discharging the mother or her newborn earlier than 48 hours (or 96 hours, as applicable). Furthermore, plans and issuers may not require that a provider obtain authorization from the plan or the issuer for prescribing a length of stay not in excess of 48 hours (or 96 hours).

2.5 Heroes Earning Assistance and Relief Tax Act of 2008 (HEART Act)
Under the HEART Act of 2008, a member of the Reserves or National Guard who is called to active military duty for a period of at least 180 days may elect to receive a Qualified Reservist Distribution from his/her Health Care FSA without incurring eligible medical expenses(s). The amount of this distribution cannot exceed the amount the employee contributed to the Health Care FSA as of the date of the request, minus any Health Care FSA reimbursements the employee already received. More information is available in the Plan Document. To request a distribution, contact your university’s Human Resources department.

2.6 Enrolling in the Health Care Flexible Spending Account Plan
Review the annual Open Enrollment materials or check your university’s Human Resources website to learn more about the specific enrollment process used at your institution. You will receive claim forms with your enrollment confirmation, and claim forms are available at www.asiflex.com or on your Human Resources website.

2.7 Receiving Health Care Services and Filing a Claim for Reimbursement
After you have incurred (received) the health care services and know the amount of your out-of-pocket expenses, you may fax, mail or submit online a claim to ASI for those expenses (see page 13). Copies of invoices or statements from the provider are required, and they must include the provider’s name, the date(s) of service(s), a
description of the service(s), and the expense amount(s). Copies of personal checks and paid receipts without the above information are not acceptable. Documentation or copies will not be returned.

For over-the-counter drugs and medications, a prescription from your doctor is required for reimbursement through the FSA. Over-the-counter insulin, equipment, supplies and diagnostic devices do not require a prescription and are eligible for reimbursement through the FSA.

Expenses for general good health are typically ineligible. However, claims for items that otherwise are ineligible as a general good health item might be eligible if purchased for an existing or imminent medical condition. To validate the item’s medical necessity, include a letter from your physician stating the medical condition and the items that are required for its treatment. This letter can be used as support for 12 months from the date of the letter. A sample letter is available at www.asiflex.com.

Eligible claims for items of general good health and over-the-counter medications and supplies must be accompanied by the receipt or documentation from the store that includes the name of the item pre-printed on the receipt.

2.8 Health Care Reimbursement Payments
ASI will review your claim and determine whether the expenses qualify for reimbursement. Reimbursements for qualified expenses generally are processed within one day of the receipt of the claim. Reimbursement is not limited to the amount in your account at the time of your claim; rather, reimbursement will be made up to the approved amount of your claim OR your remaining annual election, whichever is less.

2.9 Continuation Coverage - Consolidated Omnibus Budget Reconciliation Act (COBRA)
You, your spouse, or your dependent may elect to continue Health Care FSA coverage under at least one of the following circumstances:
- your death,
- your termination of employment (other than for gross misconduct) or a change in employment status that results in a loss of eligibility for the plan,
- your divorce or legal separation, or
- your dependent child ceases to be a dependent under the terms of this plan.

If your remaining Health Care FSA benefits are greater than your remaining contributions on the date of your qualifying event, you are eligible for COBRA continuation coverage.

It is your responsibility to inform your Human Resources office of the occurrence of a COBRA qualifying event. (In the event of your death, notification would be made by your authorized representative.)

When the plan is notified that a COBRA event has occurred, a notice of the right to choose continuation of coverage will be provided to each eligible person. Each eligible person then has 60 days from the date the notice is provided to elect continuation of coverage. In accordance with federal law, a premium is charged up to 102% of the cost of providing coverage. The premium amount in excess of 100% is an administrative charge and is not credited to your account. If continuation coverage contributions are not received within 30 days of their due dates, the coverage and reimbursements end.

If you do not elect COBRA continuation coverage, FSA participation will end on the last day of the pay period that includes the COBRA event.

IMPORTANT NOTE REGARDING ELIGIBLE EXPENSES: Expenses incurred while you do not have coverage are ineligible for reimbursement.

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6 42 U.S.C. §§ 300bb-1 through 300bb-8
3 DEPENDENT CARE FLEXIBLE SPENDING ACCOUNT

The Dependent Care FSA allows you to be reimbursed from pre-tax contributions for child care or adult care expenses necessary for 1) you to work or look for work, and 2) your spouse to work, look for work, or be a full-time student. If these expenses are for the care of a child, you must have physical custody of your child for over 50% of the year. This account works differently than the Health Care FSA, primarily due to specific IRS regulations for dependent care expenses.

3.1 Comparing the Dependent Care FSA with the IRS Child and Dependent Care Tax Credit
The Dependent Care FSA and the IRS Child and Dependent Care Tax Credit provide you with two options for reducing your taxes; both options are available for qualified dependent child care and adult care expenses. However, you must choose which option serves you best, since IRS regulations prohibit you from claiming the same expenses under both options in the same tax year. Before enrolling in the Dependent Care FSA, please contact your tax advisor if you have questions about which option will benefit you.

The Dependent Care FSA
You make pre-tax contributions to the Dependent Care FSA and submit claims for qualified dependent care expenses you incur while you are covered. Your tax savings are realized throughout the plan year with every paycheck you receive.

The IRS Child and Dependent Care Tax Credit
Using the IRS Child and Dependent Care Tax Credit, you claim a tax credit on your income taxes equal to your dependent care expenses (up to $6,000 per year for two or more dependents or $3,000 per year for one dependent) multiplied by a percentage. The percentage decreases from a high of 35% to a low of 20% as your household adjusted gross income increases.

3.2 Additional Dependent Care Tax Considerations
The IRS has set a limit of $5,000 per year in combined dependent care expenses that an employee and/or spouse may include in employer sponsored pre-tax dependent care programs such as the Dependent Care FSA, child care voucher programs, and sick child and emergency/back-up care programs. This includes the entire value of the program, and both employee and employer costs. Funds used to pay for expenses in excess of the $5,000 limit are subject to income tax.

If you have unusual dependent care or joint custody arrangements, please contact ASI at asi@asiflex.com or (800) 659-3035 before enrolling in this account.

If you are a participant in the Dependent Care FSA, you are required to file Schedule 2 or Form 2441 with IRS Form 1040 to support the amount contributed to the FSA for the plan year. Please note that this is for informational purposes. Contributions you make to the Dependent Care FSA are not taxable, but the contribution amount will appear on your W-2 form. This informs the IRS that you received a tax reduction for this amount through the FSA.

3.3 Estimating Your Family’s Annual Out-Of-Pocket Dependent Care Expenses
When calculating your annual election, include only predictable dependent care expenses. Within the IRS annual maximum limit of $5,000, you and your spouse together may include up to
1. $5,000 per year ($2,500 in the case of a married individual filing a separate tax return for the plan year), OR
2. the lesser of your or your spouse’s earned income for the plan year, after subtracting all dependent care FSA contributions. (If your spouse is a full-time student at an educational
The Arizona Board of Regents
Flexible Spending Account

3.4 Dependent Care Providers
Qualified providers may provide your dependents with care in your home or outside your home. The dependent care expenses may not be paid to
- your spouse, OR
- a child of yours who is under the age of 19 at the end of the year in which the expenses are incurred, OR
- an individual whom you or your spouse may claim as a dependent on your federal income tax return.

Before enrolling in the Dependent Care FSA, please check with your dependent care provider to be sure that you are able to obtain his/her tax I.D. number or Social Security number. This information is required for valid dependent care claims and on your federal income tax return. Please visit www.asiflex.com or contact ASI at asi@asiflex.com or (800) 659-3035 if you have questions regarding qualified providers.

3.5 Enrolling in the Dependent Care Flexible Spending Account Plan
Review the annual Open Enrollment materials or check your university’s Human Resources website to learn more about the specific enrollment process used at your institution. You will receive claim forms with your enrollment confirmation, and claim forms are available at www.asiflex.com or on your Human Resources website.

3.6 Receiving Dependent Care Services and Filing a Claim for Reimbursement
After you have received the dependent care services and know the amount of your expense, you may fax, mail or submit online a claim to ASI for those expenses. Copies of invoices or statements from the provider are required, and must include the provider’s name, the date(s) of service(s), a description of the service(s), and the expense amount(s). You may have the dependent care provider complete the dependent care section of the claim form and sign on the line provided instead of providing separate documentation for dependent care claims. (see page 12)

3.7 Dependent Care Reimbursement Payments
ASI will review your claim, and determine whether the expenses qualify for reimbursement. Reimbursements for qualified expenses generally are processed within one day of the receipt of the claim, and are limited to the amount you have on
deposit in your account. If your claim exceeds your available funds, the difference will be recorded and paid automatically as funds become available from your future payroll contributions.

4 Enrollment Changes During the Plan Year – Qualified Life Events

Normally, your enrollment in either the Health Care or Dependent Care FSA is irrevocable for the duration of the plan year. However, you may be eligible to enroll or change your participation during the plan year if you experience a Qualified Life Event (QLE). The Health Care FSA and the Dependent Care FSA have slightly different rules regarding making an election change or enrolling during the plan year. More information is available from ASI at (800) 659-3035, or your Human Resources office.

When you, your spouse, or your qualified dependent experience a QLE which results in a gain or loss of eligibility for coverage under the FSA plan, you may make a corresponding change to your FSA participation within 30 or 31 days of the Event as required by your University. To make an allowable election change anytime after your coverage starts, you must submit to your Human Resources office the ASI Enrollment/Change Form along with written proof of the QLE. Following receipt and approval of your new election, your contributions will change effective the first day of the month for employees at Northern Arizona University and first day of the pay period for employees at The Arizona Board of Regents, Arizona State University and The University of Arizona. Details are outlined on Table 1.

5 Leave of Absence, Return to Work and Employment Termination

Normally, your enrollment in either the Health Care or Dependent Care FSA is irrevocable for the duration of the plan year. However, you may have options regarding changing or re-enrolling in either FSA. Your pay status and several regulations govern your options to maintain, revoke, or opt for continuation of your FSA coverage. These regulations include the Family Medical Leave (FML) Act, the Consolidated Omnibus Budget Reconciliation Act (COBRA), and the federal tax code.

Family Medical Leave
If you begin an FML with pay, your Health Care FSA must remain without interruption, and your Dependent Care FSA will remain unless you notify your Human Resources office no later than 31 days after the start of your leave.

If you begin an FML without pay, you may maintain your Health Care FSA by making arrangements with your Human Resources Office, and your Dependent Care FSA will end.

If you return to work after the end of an FML AND within the same plan year you must resume previous Health Care and Dependent Care FSA participation and you have options regarding the amounts.

Non-FML Leave of Absence
If you begin a non-FML leave of absence with pay, your Health Care FSA must remain without interruption, and your Dependent Care FSA will remain unless you notify your Human Resources office no later than 31 days after the start of your leave.

If you begin non-FML leave of absence without pay, your Health Care FSA will end, and you may qualify for COBRA continuation coverage. Your Dependent Care FSA will end.

If you return to work after the end of a non-FML leave of absence AND within the same plan year you must resume previous Health Care and Dependent Care FSA participation and you have options regarding the amounts.
Return to Work After a Termination of Employment
If you return to work after termination of employment, and your separation was 30 days or less, your coverage must resume at your previous Health Care and Dependent Care FSA annual contribution amounts.

If you return to work after termination of employment, and your separation was more than 30 days, you are eligible to enroll in the FSA within 30 or 31 days of your return to work as required by your University.

Details of the various options are outlined on Table 2.

Except as specified in the section on COBRA, Health Care expenses incurred while you do not have coverage are ineligible for reimbursement. Dependent Care expenses incurred while you are on a leave of absence are ineligible for reimbursement, unless you are incapable of self-care and your spouse is working.

More information is available from ASI at (800) 659-3035, or your Human Resources office.

6 YOUR RIGHT TO APPEAL A DENIED CLAIM
You will receive written notice of any denied claims. You will have 60 days to file a written appeal with ASI, who will provide you with a written notice of the resolution of your appeal within 60 days of their receipt of your appeal.

7 CONTACTS, QUESTIONS AND RESOURCES
Contact your Human Resources office regarding FSA enrollment or if you have questions about your payroll deduction contributions. Contact ASI regarding qualifying dependents, qualifying expenses, or claims for both the Health Care and the Dependent Care Flexible Spending Accounts. On their website you may access the Arizona Board of Regents plan Claim Form, Direct Deposit Authorization Form, Email Notification Form, Debit Card Application, the HIPAA Release of Information Form, your personal account activity, links to IRS publications, a tax savings calculator, and many other useful resources.

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Any change to your FSA coverage must be consistent with the Qualified Life Event (QLE), and how that event corresponds to an increase to or loss of eligibility for FSA coverage. The following four types of changes are allowed: 1) enrolling, 2) canceling, 3) increasing contributions, and 4) decreasing contributions. (see Section 4 “Enrollment Changes during the Plan Year – Qualified Life Events” on page 8.)

For example, if you adopt a two-year-old child during the plan year, your number of dependents increases, which is a QLE. Your child is eligible for coverage under both the Health Care FSA and the Dependent Care FSA. You may enroll in or increase your contributions to either FSA. However, you would be unable to decrease or drop coverage because you experienced an increase in eligibility, not a loss of eligibility.

<table>
<thead>
<tr>
<th>Qualified Life Event</th>
<th>Health Care</th>
<th>Dependent Care</th>
</tr>
</thead>
<tbody>
<tr>
<td>Change in your legal marital status through marriage, divorce, legal separation, death or annulment</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Change in your number of dependents* because of birth, adoption (or placement for adoption), foster care, legal guardianship, or death</td>
<td></td>
<td>Changes during the plan year consistent with the event</td>
</tr>
<tr>
<td>You, your spouse or a dependent have a change in employment status (such as termination, retirement, new employment, leave of absence, change from part-time to full-time, or change from full-time to part-time) that affects eligibility for a health insurance plan, Health Care FSA or Dependent Care FSA maintained by your spouse’s or eligible dependent’s employer</td>
<td></td>
<td></td>
</tr>
<tr>
<td>You are served with a judgment, decree, or court order, including a qualified medical child support order regarding coverage for a dependent.</td>
<td></td>
<td>Changes during the plan year consistent with the event</td>
</tr>
<tr>
<td>You, your spouse or a dependent becomes entitled to and covered under Medicare or Medicaid, or lose eligibility for Medicare or Medicaid coverage.</td>
<td></td>
<td>Not applicable</td>
</tr>
<tr>
<td>Your child is no longer in childcare, is in only after school care due to entering kindergarten or first grade, or if your child no longer qualifies for dependent care because s/he has become 13 years old.</td>
<td></td>
<td>Not applicable</td>
</tr>
<tr>
<td>Your dependent care provider who is not your relative* significantly changes your costs, including a school or other no-cost provider.</td>
<td></td>
<td>Changes during the plan year consistent with the event</td>
</tr>
<tr>
<td>You change dependent care providers.</td>
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<td></td>
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* IRC §152 - Dependent Defined; IRS Publication 502
* ibid
### Table 2 - Summary of Options under Leaves of Absence and Return to Work

<table>
<thead>
<tr>
<th>Approved Family Medical Leave</th>
<th>Health Care FSA</th>
<th>Dependent Care FSA</th>
</tr>
</thead>
</table>
| Paid Family Medical Leave of any length | FSA contribution must remain without interruption | Contributions will remain unless you notify HR no later than 31 days after the start of the leave
| Unpaid Family Medical Leave of any length | You may maintain coverage by contacting HR regarding payment options | FSA contribution ends – ineligible to continue coverage during the unpaid leave |
| Return to work after the end of a Family Medical Leave of any length, AND within the same plan year | You must resume previous participation and may elect to continue previous paycheck contribution (which decreases the annual amount) OR continue previous annual contribution (which increases the paycheck amount) |

<table>
<thead>
<tr>
<th>Approved Leave of Absence (non-Family Medical Leave)</th>
<th>Health Care FSA</th>
<th>Dependent Care FSA</th>
</tr>
</thead>
<tbody>
<tr>
<td>Paid Leave of Absence of any length</td>
<td>FSA contribution must remain without interruption</td>
<td>Contributions will remain unless you notify HR no later than 31 days after the start of the leave</td>
</tr>
<tr>
<td>Unpaid Leave of Absence of any length</td>
<td>FSA contribution ends. You may continue coverage if eligible and if a qualified COBRA event</td>
<td>FSA contribution ends – ineligible to continue coverage during the unpaid leave</td>
</tr>
<tr>
<td>Return to work after the end of a Leave of Absence of any length, AND within the same plan year</td>
<td>You must resume previous participation and may elect to continue previous paycheck contribution (which decreases the annual amount) OR continue previous annual contribution (which increases the paycheck amount)</td>
<td></td>
</tr>
<tr>
<td>If you continued COBRA coverage, you must notify HR upon return</td>
<td>COBRA not applicable</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Return to Work after Employment Termination</th>
<th>Health Care FSA</th>
<th>Dependent Care FSA</th>
</tr>
</thead>
<tbody>
<tr>
<td>Return to work after a break in service ≤ 30 days, AND within the same plan year</td>
<td>Must resume previous FSA coverage at annual contribution amount</td>
<td></td>
</tr>
<tr>
<td>If you continued COBRA coverage, you must notify HR upon return</td>
<td>COBRA not applicable</td>
<td></td>
</tr>
<tr>
<td>Return to work after a break in service ≥ 31 days, AND in any plan year</td>
<td>You are newly eligible and to have new coverage, you must complete the enrollment process within 30 or 31 days after return to work as required by your University.</td>
<td></td>
</tr>
</tbody>
</table>

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10. See section 5 “Leave of Absence, Return to Work and Termination of Employment.”
11. To maintain coverage, you must select one of two payment options before your leave begins, or, in the case of an unplanned/emergency leave, as soon as possible after the beginning of the leave. You may make monthly after-tax payments directly to the plan during the leave period, OR you may pay one payroll deduction pre-tax amount before your leave begins to cover contributions due for the entire leave period.
12. If you do not notify your Human Resources office upon your return to work, your coverage will resume with the same annual contribution you had prior to your leave.
14. If your remaining Health Care FSA benefits for the current plan year are greater than your remaining contributions on the date of your COBRA qualifying event, then you are eligible for COBRA continuation coverage.
15. If you do not notify your Human Resources office upon your return to work, your coverage will resume with the same annual contribution you had prior to your leave.
Sample Claim and Provider Documentation

This day care receipt contains the items the Internal Revenue Code requires:
1. It is signed by the provider of service - "Ima Sitter"
2. It contains a description of the services - "day care services"
3. It explicitly lists "5-1-99 to 6-31-99" as the range of the dates that the day care was provided.
4. It includes the amount charged for the day care "$300.00"; not necessarily the amount paid.
5. It identifies the person for whom the day care was provided - "Mike Riddick"

Day care documentation must contain all of these items in order to be processed.

We must be able to identify the participant

I provided day care services for Mike Riddick
From 5-1-99 to 6-31-99 The total sum for services provided was $300.00

Signed Ima Sitter
Ima Sitter
123 Main Street
Columbia, MD 6203
SSN 123-45-6789

Separate dependent care documentation is not required if the provider signs the form after the dependent care section is completed.

I provided the dependent care services to Mike Riddick

Every request and all documentation must contain all the items shown in blue

The participant must sign the claim