



COVID-19 impact on HSA interest rates

Given the impact Coronavirus Disease 2019 (COVID-19) is having on our economy, along with the [Federal Reserve's recent announcement](#), we're making you aware of a Health Savings Account (HSA) interest rate update. Effective April 1, 2020, the HSA interest rate will be 0.05% across all tiers. You'll notice the new calculated interest rate on your **May 2020 statement**.

Below are the updated rates for each tier:

HSA Balance	Current Interest Rate	New Interest Rate
\$0.01 - \$2,000.00	0.05%	0.05%
\$2,000.01 - \$7,500.00	0.10%	0.05%
\$7,500.01 - \$10,000.00	0.20%	0.05%
Over \$10,000.00	0.40%	0.05%

Why is the interest rate changing?

The current economic situation has caused banks and non-bank custodians to take unique action. We're hopeful this change is temporary, and the interest rates will increase again soon.

Does this change affect HSA investment accounts?

No. Whether you have investments now or plan to open an investment account in the future, this change doesn't affect HSA investment accounts.

Recent IRS update related to tax filing and 2019 HSA contributions

In addition to the interest rate update, the Treasury Department and the Internal Revenue Service (IRS) recently announced [special tax return filing and payment relief](#).

- The due date for filing Federal income tax returns and making Federal income tax payments is postponed to **July 15, 2020**.
- If you had a 2019 HSA, you have until **July 15, 2020** to contribute post-tax funds to your 2019 account. Consult with your tax advisor as needed.

Questions?

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