With the passage of the Coronavirus Aid, Relief, and Economic Security (CARES) Act on March 27, 2020, the rules for reimbursement of over-the-counter (OTC) drugs and medicines have been changed. This change applies to both Medical Flexible Spending Accounts (FSAs) and Health Savings Accounts (HSAs) and is retro to 1/1/2020.

The CARES Act now allows employees to use their FSA and HSA funds for OTC medical products without a prescription from a physician. <u>Click here</u> to see OTC list.

To claim an OTC expense for reimbursement, employees will have to submit their expenses manually until debit cards have been programmed to allow payment. We have not been given a definitive timeframe when this debit card programming will be completed but will notify our clients as soon as this is available.

We will continue to monitor industry changes and update you as additional information becomes available. We appreciate your continued business and patience during this time. If you have any questions, please contact us directly at 877-424-3570 and speak to an Allegiance representative.

Thank you,

Your Allegiance Team