

How FSAs Can Save You Money

So you've heard a Flexible Spending Account can help you save. (It can!) But, you might wonder how, if you're funding it with your own money to pay for expenses. The process works through pre-tax contributions. Check out the examples below to see how!

No FSA



With no FSA, your paycheck is taxed and you then use what's left to pay for out-of-pocket [health care](#) and [dependent care](#) eligible expenses. With an FSA, you place money in an account for those expenses *before* your paycheck is taxed, resulting in less being taken. The same expenses are paid through the FSA, while you keep more money in tax savings; a nice slice of pie!

With an FSA



Note: This document depicts hypothetical situations and does not claim or represent real tax or saving values or percentages.