

Benefits Administration Letter

Number: 05-801 **Date:** November 30, 2005

Subject: FSAFEDS – Limited Flexible Spending Account (FSA) Option for 2006

We have received several inquiries about the new Limited Expense Health Care Flexible Spending Account (LEX HCFSA). This new option is available in 2006 to Federal employees enrolled in high deductible health plans with health savings accounts.

We have attached a copy of Director Springer's November 9, 2005 MEMORANDUM FOR CHIEF HUMAN CAPITAL OFFICERS, which provides an explanation of the new LEX HCFSA option. You can read further information on these new accounts at www.opm.gov/hsa.

Sincerely,

Robert F. Danbeck Associate Director for Human Resources Products and Services

Attachment