

Health Savings Accounts Basic Terms and Conditions

Account Opening & Usage	Account Eligibility Qualification for Health Savings Accounts (HSA)	➤➤	Individual or Family HSA plans are available with a qualified High Deductible Health Plan.
	Minimum Deposit to Open Account	\$50	
	Monthly Service Charge	\$4	Charged each month
	Requirements to Receive Monthly Service Charge Refund	➤➤	\$4 monthly base fee in service charge refund each statement period that you receive an e-statement or maintain a \$1,000 average ledger balance.
	Interest Bearing Tiered Rate Structure	Yes	The interest rate and annual percentage yield (APY) are shown on the current Rate Sheet. The interest rate and APY may change without notice.
	Debit Card	➤➤	HSA debit card is exclusively for the purpose of paying your or your family's qualified medical expenses.
	ATM Fees	\$0	WTB ATM
		\$2.50	Non-WTB ATM
	Stop Payment Fee	\$20	Fee charged per request to stop a check or ACH.
	Other Service Fees	➤➤	Please refer to the Personal Banking Account Service Fees and Charges Disclosure for additional fees which may apply.
Insufficient Funds		\$0	Fee charged for paper statements. eStatements are no charge.
	Returned Item Fee	\$0	Overdrafts and negative balances are prohibited in HSA accounts. All items will be returned and no fees will be charged if the account becomes overdrawn.
Processing Policies	Posting Order The order in which withdrawals and deposits are processed	➤➤	Generally, for each business day WTB will: FIRST , process deposits to your account SECOND , process debit card and ATM transactions by date and time sequence. (Date and time sequence refer to the date and time of purchased authorization at merchant) THIRD , process ACH (automatic withdrawal) in ascending order amount (smallest to largest) NEXT , process checks in numerical order
	Funds Availability Policy When funds deposited to your account are available	➤➤	Our policy is to make funds from your cash and check deposits available to you on the first business day after the day we receive your deposit. <ul style="list-style-type: none"> • Cash deposit with teller: Same business day • Direct Deposit/Wire Transfer: Same business day • Check deposit: Usually the next business day If something causes a longer hold on a deposit, the first \$225 will be available on the first business day. A "business day" is a non-holiday weekday. Deposits made directly to an employee at a branch on a business day, will be considered the day of your deposit. Deposits received at a Washington Trust Bank ATM after 12:00 noon on a banking day will be considered received at the opening of the next business day.
Dispute Resolution & Contact Information	Dispute Resolution Agreement & Customer Contact Information Washington Trust Bank P.O. BOX 2127 Spokane, WA 99210 800.788.4578	➤➤	In case of errors or questions about your electronic transfers, call or write us at the telephone number or address listed, as soon as you can. We must hear from you no later than 60 days after we sent the FIRST statement on which the problem or error appeared. You can also call or write us at this number or address for general customer service support.

Health Savings Accounts Basic Terms and Conditions *(continued)*

Please refer to the *Personal Products Deposit Account Disclosure* for full disclosure details.

Important Definitions

ACCOUNT ELIGIBILITY: Health Savings Account can be opened if you have a qualified High Deductible Health Plan. Eligibility is not dependent on whether you are employed, self-employed or unemployed. You can have no other health coverage; cannot be enrolled in Medicare; and cannot be claimed as a dependent on another person's tax return. Ask a branch representative for a copy of the HSA Quick Reference Guide or Health Savings Account FAQ Brochure for more information on Health Savings Accounts.

ANNUAL PERCENTAGE YIELD (APY): The amount of interest paid to you by the bank on your account during the year.

AUTOMATED CLEARING HOUSE (ACH): Electronic file transfer of funds from one financial institution to another.

AVERAGE LEDGER BALANCE: Calculated by adding the ending balance from each day during the month and dividing the result by the number of days in the month.

BASE FEE IN SERVICE CHARGE: Monthly maintenance fee assessed to your deposit account.

DEBIT CARD: A plastic card that deducts money from a designated account to pay for goods or services. It can be used anywhere Visa® cards are accepted and no interest is charged. It can also be used at ATMs to withdraw cash.

ELIGIBILITY: The customer is responsible for determining their eligibility and allowable annual HSA contribution and whether their qualified medical expenses are eligible for reimbursement from their HSA. Encourage the customer to consult a tax professional to determine their eligibility and for guidance on qualified distributions.

ESTATEMENT: An electronic version of your statement provided via the Internet. eStatements are available to WTB Online Banking customers and may be provided daily, weekly, monthly or quarterly depending on your statement cycle date. Must maintain an active online banking account to receive eStatements.

FUNDS TRANSFER: The movement of funds from one account to another.

HEALTH SAVINGS ACCOUNT (HSA): an interest-bearing deposit account specifically designed for customers with qualified high deductible health plans (HDHP). This tax-free checking account allows customers to save money to pay for current or future health care expenses like doctor visits, prescriptions, dental care, and vision expenses. Health Savings Accounts also provide customers with the potential to build a savings for future health care costs. HSA funds do not need to be spent each year and can be built up to pay for future qualified expenses.

HIGH DEDUCTIBLE HEALTHCARE PLAN (HDHP): a health insurance plan with lower premiums and higher deductibles than a traditional health plan. Being covered by an HDHP is also a requirement for having a health savings account. Some HDHP plans also offer additional "wellness" benefits, provided before a deductible is paid.

INSUFFICIENT FUNDS: When you do not have enough funds in your account to cover an item. The item is declined as insufficient funds and returned unpaid.

INTEREST RATE: The percentage of interest paid on an interest-bearing account, such as savings, CDs and some checking accounts.

ITEM: Any check, ACH, withdrawal, debit card purchase, funds transfer, fee, charge, or other amount that is added to or subtracted from your account.

OVERDRAFT: An overdraft item is when you do not have enough available funds in your account to cover an item. We authorize and pay the item and overdraw your account.

REFUND: A payment of a sum of money back to your account.

STATEMENT CYCLE: Generally, a thirty- or thirty-one-day period.

TIERED RATE STRUCTURE: A tiered-rate account is a checking or savings account that pays interest in increasingly higher amounts as the account balance increases.