



Dependent Care Flexible Spending Account (DCFSA) Employee Fact Sheet

A Dependent Care Flexible Spending Account (DCFSA) allows you to set aside pretax dollars to pay for daycare for your tax dependent children 13 and under, or for adult daycare for a legal dependent, while you are at work or school. Contributions will save you money and will lower your taxable income. You can enroll in the DCFSA during your new hire/newly eligible enrollment period, Open Enrollment, or if you experience certain [Qualifying Life Changes](#) during the plan year. You must make a new election each Open Enrollment for the new plan year.

DCFSA Details

Eligibility: If you are in a benefits eligible position, you are eligible for the DCFSA.

Plan Administrator: ASIFlex administers your DCFSA. You can manage it at www.asiflex.com

Using Your Account:

- This account is regulated by the [Internal Revenue Service \(IRS\)](#), who determines contribution limits, [qualifying expenses](#) and has designated it as a ‘use it or lose it’ account. This means the money you elect to be contributed to your DCFSA must be spent and claimed within a designated period of time. Any amount that remains in your account past the deadline will be forfeited.
- Funds in the account must be spent on qualifying expenses, or you will pay both taxes and penalties.
- You will pay for your eligible expenses and then submit a claim for reimbursements online at asiflex.com, via ASIFlex Mobile App or by faxing or mailing a paper claim form.

DCFSA	Plan Year 2020-2021 (July 1, 2020 - June 30, 2021)	Plan Year 2021-2022 (July 1, 2021 - June 30, 2022)
Contribution Limits	\$5,000 per Household*	\$5,000 per Household*
Incurred Expenses	Expenses must be incurred by June 30, 2022**	Expenses must be incurred September 15, 2022***
Deadline to Submit Claims to ASIFlex	Reimbursement claims must be submitted by August 30, 2022**	Reimbursement claims must be submitted by November 15, 2022***

*Contribution Limit is based on the Calendar Year, not the CU Plan year. Employee is responsible for tracking their contribution limits and not elect an amount that would cause their household to exceed the IRS yearly contribution limits.

**Allowable extension adopted by CU due to the Consolidated Appropriations Act of 2021.

***If Congress implements future allowable extensions, CU will consider allowable deadline extensions to Plan Year 2021-2022.

DCFSA Contributions and Effective Date

You can elect a minimum amount of \$120 (\$10/month) up to the contribution limit for the plan year. Your pretax contributions are deducted monthly from your paycheck with the last contribution being June 30 of the plan year. Processing and Payroll deadlines may impact the initial contribution calculations, please reach out to a Benefits Professional at 303-860-4200, option 3 if you need further assistance.

New hire/newly eligible: Your DCFSA becomes effective on your [benefits effective date](#). Incurred expenses on or after this date, will be reimbursable. Your contribution election amount will be divided by the number of months remaining in the plan year (July 1 to June 30).

If the Contribution Limit is maxed-out with a new election/effective date between January 1 and June 1, and the employee elects to contribute again during Open Enrollment for the next plan year, your contributions will not begin until the January paycheck of the following calendar year.

Open Enrollment: Your DCFSA contribution election will be divided by the 12 months of the plan year (July 1 to June 30). It becomes effective July 1. You **must** re-enroll during annual open enrollment by using the open enrollment function in your [Employee Portal](#).

Qualifying Life Change: Certain life events may make you eligible to enroll in or change your DCFSA during a plan year. Allowable elections are based on the event you are experiencing. Please refer to the [Qualifying Life Change](#) website or call our Benefits Professionals to discuss your options. Your DCFSA election is effective the first of the month following the effective date of the Qualifying Life Change. Your contribution election amount will be divided by the number of months remaining between the benefit effective date and the remaining months of the plan year (July 1 – June 30).

Resources

[ASIflex](#)

[Flexible Benefits Plan Document](#)

[Internal Revenue Service \(IRS\) Publication 969](#)

[Qualifying Expenses](#)

[Qualifying Life Changes](#)

[IRS Tax Dependent](#)

Effect on Social Security

If you are a PERA member on or before June 30, 2019: Cafeteria plan dollars are deducted from your pay pretax, meaning before federal, state, Social Security and Medicare taxes are paid. Participating in cafeteria plans reduces the salary on which annual contributions to Social Security are calculated, which may result in a reduction of the Social Security benefits received at retirement. The reduction is minimal and you may wish to discuss it with your tax advisor.

Effect on PERA

If you are a PERA member on or before June 30, 2019: Cafeteria plan dollars are deducted from you pay pretax, meaning before federal, state, and Medicare taxes are paid. Your PERA retirement annuity or disability retirement is based on your PERA Highest Average Salary (HAS) calculation. Since cafeteria plans reduce the salary on which PERA calculates benefits, your PERA retirement benefits may be reduced.

Questions

Contact our Benefits Professionals at 303.860.4200 option 3 – Monday to Friday, 8:30 a.m. to 5:00 p.m.