

# House Research Act Summary

**CHAPTER:** 145

**SESSION:** 2009 Regular Session

**TOPIC:** TEFRA Parental Fees

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## Overview

This bill requires a DHS notice regarding tax liability to parents who are reimbursed because the TEFRA fees paid exceeded the value of the health services used.

### Section

**1 Contribution amount.** Amends § 252.27, subd. 2a.

Requires a DHS notice regarding tax liability to parents who are reimbursed because the fees paid exceeded the value of the health services used. This provision is needed to deal with concerns about IRS rules for health savings accounts in relation to Minnesota's parent fee program. Any reimbursement that was originally paid with the pre-tax health savings account is taxable income and the parent has a tax liability for the amount of the reimbursement. Makes this section effective July 1, 2009.