

Universal Life 10 with Restoration

Employee: Test1 Employee
Payroll Cycle: Semi-Monthly

Company: Arkansas State Employees
Location: Dept of Health

Face Amount	\$25,000.00	\$50,000.00	\$75,000.00	\$100,000.00	\$150,000.00
Chronic Condition Rider for LTC	\$50,000.00	\$100,000.00	\$150,000.00	\$200,000.00	\$300,000.00
Monthly Benefit Amount @ 4% up to 50 Months	\$1,000.00	\$2,000.00	\$3,000.00	\$4,000.00	\$6,000.00
Life Insurance Face Amount if CHR/EXT Exhausted	\$25,000.00	\$50,000.00	\$75,000.00	\$100,000.00	\$150,000.00

Non-Tobacco Rates for Age 40	\$16.04	\$32.09	\$48.13	\$64.17	\$96.26
<i>Age as of Policy Effective Date</i>					
Tobacco Rates for Age 40	\$23.14	\$46.28	\$69.42	\$92.56	\$138.84

Child Term Rider	\$10,000	\$20,000
<i>Covers ALL children with one rate.</i>	\$1.25	\$2.50

Employee GI Amount = \$200,000
Spouse GI Amount = \$50,000
Children GI Amount = \$20,000



**ARKANSAS STATE EMPLOYEES
 BENEFIT ADVISORS**

**Illustration Purposes Only*

Universal Life 10 with Restoration

(Illustration Purposes Only. Please refer to your individual policy information for policy specifics)

Employee (Actively at work up to age 80)

- Guarantee Issue up to \$200,000
- Maximum Face Amount up to 5x salary or a maximum of \$500,000

Spouse (up to age 65)

- Guarantee Coverage of \$50,000 for actively working, or care providing spouse.
- Maximum Face Amount up to \$100,000, if Evidence of Insurability questions can be answered.

Children (up to age 26)

- \$10,000/\$20,000 of Term Life coverage available, as a rider attached to Employee policy

Product Highlights

1. This is a permanent life insurance policy.
2. This policy is portable, meaning that an employee can take it with him/her at the same price if they leave the company.
3. An Employee may apply to increase their face amount up to the Guarantee Issue amount of \$200,000 for up to 5 years following the date of their initial application. The policy must be in force for a minimum of 12 months to be eligible for the increase. The employee may increase more than the \$200,000 but must answer the Evidence of Insurability questions.
4. This policy earns a guaranteed interest rate of 2%. Currently at 4.75%.
5. The Chronic Condition Rider (CHR) – This is the Long-Term Care portion – pays if you cannot perform at least two activities of daily living such as dressing, bathing, eating, toileting, continence or moving from one activity to another OR if you are diagnosed with a severe cognitive impairment. **Pre-existing conditions and limitations do apply to this rider in applicable states.*
6. There is a 30-day waiting period for Chronic Condition Rider (CHR) beginning on the coverage effective date, however the death benefit is effective immediately.
7. There is a 90-day elimination period for Chronic Condition Rider (CHR) benefits.
8. The Chronic Condition Rider (CHR) not available to employees over 75 years old.

How does the Chronic Condition Rider (Living Benefit Rider) Pay?

- You will be paid 4% of your life insurance death benefit each month for the first 25 months.
- If the Benefit Restoration Rider (RES) is included in your policy, your life insurance benefit will be replenished up to and equal to the policy's one-time death benefit amount.
- If you require chronic condition care after 25 months, you will be paid 4% for an additional 25 months with the Extension Benefit Rider (EXT).

****Example of Payout:** An Employee has a \$50,000 dollar life insurance policy and is diagnosed by a certified physician that they are chronically ill.

- The Chronic Condition Rider (CHR) will pay \$2,000 per month for 25 months while chronically ill.
- Each month for the first 25 months the CHR is used, the RES rider will replenish your life insurance amount up to and equal to the policy's one-time death benefit amount.
- After 25 months, The Extension of Benefits Rider (EXT) will extend the benefit and continue to pay \$2,000 per month for an additional 25 months.
- A policyholder will receive a total of \$2,000 per month for up to 50 months for a payout of \$100,000 dollars, which is double the death benefit. In addition, the RES rider replenishes your death benefit so the total potential benefit in this example is \$150,000.
- The CHR, EXT and RES riders have the ability to accelerate two times the death benefit while still having a full death benefit to use when needed.
- Your life insurance amount will remain at the full original amount, even when the Chronic Condition Rider and Extension of Benefits rider are used.
- There are no restrictions on how the benefit can be used; pays for formal care, nursing home, assisted living, at-home care, as well as informal care from a spouse, child, or other loved one.
- The condition does not have to be permanent in order to qualify.