

# Limitations and Exclusions

## HOSPITAL INDEMNITY POLICY AND OPTIONAL RIDERS

Policy Form No. G H1230/G H1230C, Critical Illness Rider R G1245, Diagnostic Rider R G1246, Emergency Accident Rider R G1247, First Hospital Admission Rider R G1248 and Wellness Rider R G1254.

**Actively Employed** – The employee must be actively employed to be eligible for coverage.

**Right to Cancel** – The contract contains a 30-day free look period.

**Preexisting Condition** – Preexisting condition means a sickness or physical condition for which, during the 12 months before the issue date, an insured person (a) had symptoms which would cause an ordinarily prudent person to seek diagnosis, care or treatment or (b) received medical consultation, advice or treatment from a physician or had been prescribed medication. Assurity will not pay benefits concerning a preexisting condition unless the certificate has been in force for 12 months from the issue date or for 12 months from the most recent reinstatement date.

**Elimination Period** – The contract has an elimination period. We do not pay benefits during the elimination period.

**Waiting Period** – The contract has a 30-day waiting period. We do not pay benefits during the waiting period. Confinement, treatment and related services for sickness during the waiting period are not eligible for payment. For sickness diagnosed before the end of the waiting period, benefits will only be payable for confinement, treatment and related services occurring 12 months after the issue date. The waiting period will be waived for newborns added after coverage is in force for ten months following the issue date. The Critical Illness Rider does not pay benefits for Critical Illnesses diagnosed during the waiting period.

**Well Baby Care** – We will not pay benefits for routine well baby care, including confinement in a nursery.

**Termination** – Coverage will terminate the earliest of the following: when the policy terminates; when the employee is no longer an employee; when premiums are not paid by the end of the grace period; the date Assurity receives written notice to terminate; when the employee establishes residence in a foreign country; upon the employee's death; or for any rider, when the certificate terminates for any reason.

**Exclusions** – Assurity will not pay benefits for losses that are caused by or are the result of an insured person's: having elective procedures that are not medically necessary (including but not limited to organ donation and elective sterilization); traveling outside the United States, except for those covered injuries that require emergency care in a hospital; voluntarily inhaling gas; having cosmetic care,

except when the hospital confinement is due to medically necessary reconstructive surgery; being confined primarily for rest care, convalescent care or for rehabilitation; having a covered injury or sickness covered under worker's compensation, an employer's liability law or similar law; birth, unless the loss is the result of a sickness or covered injury; being pregnant, experiencing pregnancy related conditions (other than complication of pregnancy), giving birth or otherwise terminating pregnancy during the 10 month period immediately following the issue date; operating, learning to operate, or serving as a crew member of any aircraft; engaging in hang-gliding, hot air ballooning, bungee jumping, parachuting, scuba diving, sail gliding, parasailing or parakiting or similar activities; riding in or driving any motor-driven vehicle in an organized race, stunt show or speed test; officiating, coaching, practicing for or participating in any semi-professional or professional competitive athletic contest for which any type of compensation or remuneration is received; being exposed to war or any act of war, declared or undeclared; actively serving in any of the armed forces, or units auxiliary thereto, including the National Guard or Army Reserve, except during active duty training of less than 60 days; suffering from a mental or nervous disorder; being addicted to drugs or suffering from alcoholism; being under the influence of an excitant, depressant, hallucinogen, narcotic, or any other drug or intoxicant, including those prescribed by a physician that are misused; being intoxicated (as determined by the laws governing the operation of motor vehicles in the jurisdiction where loss occurs) or under the influence of an illegal substance or a narcotic (except for narcotics used as prescribed to the insured person by a physician); having dental treatment except as the result of a covered injury; committing or attempting to commit a felony; being incarcerated or is caused while incarcerated in a penal institution or government detention facility; engaging in an illegal activity or occupation; intentionally self-inflicting an injury; or committing or attempting to commit suicide, while sane or insane. For the Emergency Accident Rider, we will also not pay benefits for loss that is caused by or is the result of having any sickness or condition caused by a sickness, independent of a covered Injury, including physical or mental infirmity.

# Basic Care Hospital Indemnity Insurance

**Hospital Indemnity PRO – GROUP**

Protection from  
financially threatening  
hospital bills



Policy/certificate and rider availability, features and rates may vary by state. This description of benefits is intended only to highlight your benefits and should not be relied upon to fully determine coverage.

There may be other reductions of benefits, limitations and exclusions. If this description conflicts in any way with the terms of the policy, the terms of the policy prevail. For costs and complete details of the coverage, please contact your agent, Assurity Life Insurance Company or ask to review the policy/certificate for more information.

## Hospital costs keep rising.

Stories abound of hospital costs spinning out of control for even the simplest procedures. In fact, 41.3 percent of health care spending in the U.S. is associated with hospital treatment.<sup>1</sup> Even with health insurance, making the co-payments and paying deductibles can be a hardship. Studies show that the average patient will pay 16.7 percent of health care costs out of pocket.<sup>1</sup>



- Average hospital bill per patient = **\$15,017<sup>1</sup>**
- Average hospital stay = **4.8 days<sup>2</sup>**
- Amount spent on out-of-pocket medical bills by those with health insurance who filed for bankruptcy = **\$17,749<sup>3</sup>**

## The Basic Care Hospital Indemnity Insurance Policy

Assurity at Work<sup>®</sup>, a division of Assurity Life Insurance Company, offers a Basic Care Hospital Indemnity insurance policy to help fill some gaps in existing insurance plans. Basic Care pays over and above any other health insurance benefits – with no deductibles or coinsurance. The plan is straightforward and benefits can be paid directly to the insured or health care provider. Any medical doctor or hospital may be used.

## Basic Care Hospital Indemnity Highlights

<b>Eligible persons</b>	Employee, spouse and dependent children
<b>Hospital Confinement Benefit Amount</b>	\$100/day
<b>Hospital Confinement Benefit Period</b>	180 days
<b>Hospital Confinement Elimination Period</b>	0 days – sickness; 0 days – accident
<b>Issue Ages</b>	18 and over for employee and spouse; 0 through 25 for dependent child
<b>Portability</b>	Employee leaving current employer may keep the policy in force by continuing to pay premiums

<sup>1</sup>National Health Care Expense in the U.S. *Civilian Non-institutionalized Population, 2008*. Statistical Brief #301 (2010)

<sup>2</sup>[http://www.cdc.gov/nchs/data/abus/abus09\\_InBrief.pdf](http://www.cdc.gov/nchs/data/abus/abus09_InBrief.pdf) #102 (2007) – Health, United States, 2009, U.S. Dept. of Health & Human Services, CDC & Prevention and the National Center for Health Statistics.

<sup>3</sup>The American Journal of Medicine, *Medical Bankruptcy in the United States, 2007: Results of a National Study* (2010)

This policy and riders are underwritten by Assurity Life Insurance Company, Lincoln, Neb. Assurity at Work is the worksite sales division of Assurity Life Insurance Company. All guarantees are based on the claims-paying ability of Assurity Life Insurance Company.

This product provides limited benefits and is not designed as a substitute for health insurance, but as a supplement to it. It is not comprehensive major medical insurance and does not satisfy the requirement for minimum essential coverage under the Affordable Care Act (ACA). It may not be appropriate for Medicaid recipients. Some applicants with pre-existing conditions may not be eligible for this policy.

## Coverage Provided

✓ <b>Hospital Confinement Benefit</b>	<b>\$100 per day</b>				
✓ <b>First Hospital Admission Rider</b>	Pays a benefit for an insured person's first hospital confinement in a calendar year according to policy schedule: <b>Benefit Amount According to Days Confined</b> <b>1 day — \$500    2 days — \$1,000    3 days — \$2,000</b> <b>4 days — \$3,000    5 days — \$4,000    6 days — \$5,000</b> The benefit amount will not exceed \$5,000 for each calendar year.				
✓ <b>Emergency Accident Rider</b>	Pays a <b>\$200</b> daily benefit up to four days per calendar year when emergency treatment is received in a facility within 72 hours of an injury.				
✓ <b>Diagnostic Rider</b>	Pays <b>\$200</b> per day for a maximum of one day per calendar year for angiogram, CT Scan, CTA Scan, MRI, MRA or EEG				
✓ <b>Critical Illness Rider</b>	Pays a benefit for the first-ever diagnosis of: <input type="checkbox"/> <b>\$ 5,000</b> <input type="checkbox"/> <b>\$10,000</b> <ul style="list-style-type: none"> <li>■ Category 1: heart attack, stroke</li> <li>■ Category 2: cancer (invasive), non-invasive cancer (carcinoma in situ)</li> </ul> If 100 percent of the benefit is paid for one category, the insured is still eligible for 100 percent of the benefit in the other category. The benefit for non-invasive cancer (carcinoma in situ) is 25 percent of the full benefit paid once in a lifetime per insured.				
✓ <b>Wellness Rider</b>	<table border="0"> <tr> <td><b>\$50 per calendar year</b></td> <td><b>\$100 per calendar year</b></td> </tr> <tr> <td> <ul style="list-style-type: none"> <li>• Annual physical</li> <li>• Blood test for triglycerides</li> <li>• CA 19-9 (blood test for pancreatic cancer)</li> <li>• Fast blood glucose test</li> <li>• Hemocult stool analysis</li> <li>• PSA (blood test for prostate cancer)</li> <li>• Pap smear</li> <li>• Vision/hearing exams</li> <li>• Vaccinations (flu shot, pneumonia shot, tetanus shot, MMR, polio vaccine, chicken pox, diphtheria)</li> </ul> </td> <td> <ul style="list-style-type: none"> <li>• Biopsy for skin cancer</li> <li>• Bone marrow biopsy and aspiration</li> <li>• Breast ultrasound</li> <li>• CA 15-3 (blood test for breast cancer)</li> <li>• CA 125 (blood test for ovarian cancer)</li> <li>• CEA (blood test for colon and cervical cancer)</li> <li>• Chest X-ray</li> <li>• Colonoscopy</li> <li>• Flexible sigmoidoscopy</li> <li>• Mammography</li> <li>• Serum cholesterol test to determine HDL and LDL</li> <li>• Serum protein electrophoresis (blood test for myeloma)</li> <li>• Stress test (bicycle or treadmill)</li> <li>• Thermography</li> </ul> </td> </tr> </table>	<b>\$50 per calendar year</b>	<b>\$100 per calendar year</b>	<ul style="list-style-type: none"> <li>• Annual physical</li> <li>• Blood test for triglycerides</li> <li>• CA 19-9 (blood test for pancreatic cancer)</li> <li>• Fast blood glucose test</li> <li>• Hemocult stool analysis</li> <li>• PSA (blood test for prostate cancer)</li> <li>• Pap smear</li> <li>• Vision/hearing exams</li> <li>• Vaccinations (flu shot, pneumonia shot, tetanus shot, MMR, polio vaccine, chicken pox, diphtheria)</li> </ul>	<ul style="list-style-type: none"> <li>• Biopsy for skin cancer</li> <li>• Bone marrow biopsy and aspiration</li> <li>• Breast ultrasound</li> <li>• CA 15-3 (blood test for breast cancer)</li> <li>• CA 125 (blood test for ovarian cancer)</li> <li>• CEA (blood test for colon and cervical cancer)</li> <li>• Chest X-ray</li> <li>• Colonoscopy</li> <li>• Flexible sigmoidoscopy</li> <li>• Mammography</li> <li>• Serum cholesterol test to determine HDL and LDL</li> <li>• Serum protein electrophoresis (blood test for myeloma)</li> <li>• Stress test (bicycle or treadmill)</li> <li>• Thermography</li> </ul>
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## Rates

### Weekly Premium

Issue Ages	With \$5,000 Critical Illness Benefit				With \$10,000 Critical Illness Benefit			
	Employee	Employee & Spouse	Employee & Child	Family	Employee	Employee & Spouse	Employee & Child	Family
18-39	\$ 4.20	\$ 8.46	\$12.15	\$17.65	\$ 4.45	\$ 8.94	\$12.45	\$18.21
40-49	6.48	12.85	9.30	16.27	7.44	14.81	10.34	18.30
50-59	10.43	20.99	12.93	23.80	12.27	24.78	14.84	27.66
60-64	16.35	33.27	18.90	35.80	19.31	39.42	21.96	42.00
65-69	21.19	43.25	23.80	45.66	24.87	51.02	27.71	53.49
70+	22.49	45.97	25.19	48.42	27.13	55.79	30.12	58.29