



LifeSecure Insurance Company

Long Term Care Insurance

The Flexible Benefit

A LifeSecure long term care insurance policy is already designed to provide benefits for a wide range of licensed services, such as care received in a nursing home, assisted living facility, adult day care center, hospice care facility, through a home care agency, or by an independent provider or at-home hospice care provider.

What is the Flexible Benefit?

The **Flexible Benefit** is designed to provide even greater flexibility in the types of care, services and products available to a policyholder.

The Flexible Benefit is included as a **standard feature** in every LifeSecure long term care (LTC) insurance policy, and may be used without simultaneous use of licensed care or formal support. This type of flexibility may be especially beneficial during the early weeks and months of a claim, when family members might be providing all the necessary care, or when certain home modifications may be necessary.

How is the Flexible Benefit used?

With the Flexible Benefit, up to 50% of the unused* Monthly Benefit may be used to cover:

- **Care provided by family members** – even immediate family members living in the same household
- Care provided by friends, neighbors or other informal support networks
- Training for an informal caregiver
- Home modifications, such as a wheelchair ramp or grab bars
- Care-related products or personal supplies
- Durable medical equipment or other home medical technology

The goal is to help families manage long term care expenses with flexibility in how the LTC insurance benefits may be used.

* "Unused" refers to benefits not reimbursed for qualified licensed care or services.

How is the value of informal care determined?

Benefit amounts payable under the Flexible Benefit for care provided by a family member or other informal care provider are determined based on "usual and customary" charges in the geographic region where care is received. Amounts payable are also based on the necessary skill level for the care or services required.

Talk to your agent today, call us at **1.866.582.7701**, or visit us at **www.YourLifeSecure.com**.

See next page for Examples and Benefit Payout Scenarios.

Our long term care insurance product is individually underwritten by LifeSecure Insurance Company. Please remember only the insurance policy provides actual coverage amounts, terms, conditions, limitations and exclusions. This is an insurance solicitation. An insurance agent may contact you.

Care Example 1

Mike, a 72 year-old policyholder, requires assistance with bathing and dressing due to a chronic illness (as certified by his physician). His wife, Cathy, has decided to reduce her hours at work from full-time to part-time to provide her husband with the necessary assistance each day. Mike's long term care insurance policy provides a Monthly Benefit of \$6,000. He may request up to **50% of the full Monthly Benefit** to cover the types of care, services and products allowed through the Flexible Benefit, since he does not currently utilize any licensed care. Under the Flexible Benefit, benefits up to **\$3,000/month** may be paid for care provided by Cathy to assist her husband with his "activities of daily living" in their home. The benefit may also be used to provide Cathy with caregiver training – or for home modifications, such as installing grab bars in the bathroom.

Example 1

without
Licensed Care

Available Monthly Benefit	Licensed Care Expenses (reimbursable)	Unused Monthly Benefit	Available Flexible Benefit
\$6,000	– \$0	= \$6,000	× 50% = \$3,000

Care Example 2

A home health aide from a home care agency is providing 24 hours of care per week for Mike. His wife, Cathy, cares for him during the other times. The agency services are reimbursed at \$2,000/month. Under the Flexible Benefit, benefits up to **\$2,000/month** may be paid for the time Cathy spends assisting Mike with his "activities of daily living" in their home.

Example 2

with
Licensed Care

Available Monthly Benefit	Licensed Care Expenses (reimbursable)	Unused Monthly Benefit	Available Flexible Benefit
\$6,000	– \$2,000	= \$4,000	× 50% = \$2,000

Benefit Payout Scenarios

SCENARIO	PAYOUT
Policyholder incurs expenses for informal care/services and qualified products in a given month. No licensed LTC services are provided.	Under the Flexible Benefit, the policyholder may be reimbursed for qualified expenses, up to 50% of the Monthly Benefit Access Limit (MBAL).
Policyholder incurs expenses for a combination of licensed LTC services, informal care/services and qualified products in a given month. Expenses for licensed care are less than the MBAL .	The policyholder is reimbursed for all qualified licensed services, up to the MBAL. Other qualified expenses are covered under the Flexible Benefit, up to 50% of the remaining MBAL.
Policyholder uses a combination of licensed LTC services, informal care/services and qualified products in a given month. Expenses for licensed care exceed the MBAL .	Policyholder is reimbursed for the qualified licensed services, up to the MBAL. Informal care/services and qualified products are not covered, because the full MBAL has been depleted by licensed care reimbursement.

Note: Unused Monthly Benefit Access Limit amounts do not roll over or accumulate month to month; however, all unused benefit amounts will remain in the overall Benefit Bank balance. (In PA: Monthly Benefit Access Limit is referred to as Maximum Monthly Benefit Access Limit. In WA: Benefit Bank is referred to as Lifetime Benefit Amount.)

All benefits are subject to the Eligibility Requirements of the policy. All benefits, including those received under the Flexible Benefit, must be provided pursuant to a written Plan of Care. Terms, availability of benefits, amounts, options and discounts may vary by state. The Flexible Benefit is not available in CA. LifeSecure and the circular logo are trademarks of LifeSecure Insurance Company - Brighton, MI.