



Payment Protection Quick Reference

Payment Protection is a debt cancellation program that protects the member and the credit union in the event of loss of life, a terminal illness, disability, hospitalization or involuntary job loss.

	Life and Terminal Illness	Disability and Hospitalization	Involuntary Unemployment
Cost	Single - \$.40 per \$1,000 Joint - \$.60 per \$1,000	Single - \$1.55 per \$1,000 Joint - \$2.95 per \$1,000	Single - \$1.90 per \$1,000 Joint - \$3.60 per \$1,000
Maximum Benefit	Lesser of \$50,000 or loan balance at time of loss	\$750 per month	\$750 per month
Maximum Loan Term	120 months	120 months	120 months
Enrollment Age	18-69 yrs	18-69 yrs	18-69 yrs
Termination Age	70 yrs	70 yrs	70 yrs
Waiting Period	None	30 day retroactive waiting period to qualify	30 day non-retroactive waiting period to qualify. 60 days from the effective date
Monthly Maximum Term	N/A	Unlimited number of payments will be cancelled for the term of the loan and on a per occurrence basis	6 months of cancelled payments per occurrence
Protection Provided	Provides for cancellation of outstanding loan balance in the event of death or terminal illness that will result in death within 12 months	Provides for cancellation of monthly payments during the period of disability	Provides for cancellation of up to 6 monthly payments per occurrence
Free Look	30 days	30 days	30 days
Summary of Exclusions	<ul style="list-style-type: none"> ▶ Pre-existing condition within the last 6 months of loan advance ▶ Suicide within the first two years of loan advance ▶ Results from war or any act of war 	<ul style="list-style-type: none"> ▶ Normal pregnancy or childbirth ▶ Intentionally self-inflicted injury ▶ Pre-existing condition within the last 6 months of loan advance ▶ Results from war or any act of war 	<ul style="list-style-type: none"> ▶ Ineligible to receive state or railroad unemployment benefits ▶ Receipt of unemployment benefits with past two years ▶ Self-employed ▶ Resignation or retirement

Payment Protection Quick Reference

Eligibility Questions:

These questions are to be answered by the primary borrower for all products and by both primary and co-borrower if joint coverage is selected. Applicants are ineligible if they answer “yes” to any question.

Life and Disability:

“During the last 2 years, have you been advised of or treated for: cancer, heart attack or coronary artery disease, stroke, cirrhosis, AIDS, or any disorder of your immune system, or had a positive HIV test?”

Disability:

“Are you presently working less than thirty (30) hours per week?”

Involuntary Unemployment:

“Are you self-employed?”

“Have you received unemployment within the past 2 years?”

Insurance Codes

00 = No Payment Protection	53 = Single Life and Joint Unemployment
20 = Disability	54 = Single Life, Joint Disability, and Unemployment
21 = Single Life	55 = Single Life, Disability, and Joint Unemployment
22 = Single Life and Disability	56 = Single Life, Joint Disability, and Joint Unemployment
23 = Joint Life	57 = Joint Life and Joint Disability
24 = Joint Life and Disability	58 = Joint Life and Joint Unemployment
25 = Unemployment and Disability	59 = Joint Life, Joint Disability, and Unemployment
26 = Unemployment and Single Life	60 = Joint Life, Disability, and Joint Unemployment
27 = Unemployment and Joint Life	61 = Joint Life, Joint Disability, and Joint Unemployment
28 = Unemployment, Disability and Single Life	62 = Joint Disability and Joint Unemployment
29 = Unemployment, Disability and Joint Life	63 = Disability and Joint Unemployment
51 = Joint Disability	64 = Joint Disability and Unemployment
52 = Single Life and Joint Disability	