

ExtendCareSM Rider producer guide

Rider overview	
Design	ExtendCare is an optional rider that allows clients to accelerate the life insurance policy's death benefit to use for any potential chronic illness needs.
Indemnity model	No receipts or proof of care need to be submitted to receive the monthly benefit.
Accelerated death benefit rider	ExtendCare falls under IRC Sec. 101(g) Accelerated Death Benefit guidelines and does not fall under health regulations.
Specifications	
Availability	Only at policy issue
Issue ages	20-80 (subject to policy issue age limits)
Maximum substandard rating	Table 4 on base policy or a maximum flat dollar amount of \$10/\$1,000 (rider specific underwriting criteria must be met)
Waiting period	90 days
Face amount	Minimum: \$100,000 Maximum: \$5,000,000
Minimum monthly benefit amount	Minimum: A \$3,000 minimum monthly benefit amount must be selected at issue; if ExtendCare benefits are activated, a \$250 minimum monthly benefit amount applies. Maximum: The current IRS per diem amount, limited to 5% of base policy amount.
Eligibility	The client will need to be certified as chronically ill by a licensed health care practitioner within the past 12 months. Certification means written documentation from a licensed health care practitioner that you are chronically ill and likely in need of services for at least 90 days.

Policy impact and benefit period	
Waiver of charges	All monthly deductions will be waived while on claim.
Permanent waiver	Premiums and policy expenses are permanently waived with the third consecutive chronic illness certification (this would be 25 consecutive months of chronic illness).
Benefit period	The benefit period is 12 months. To continue receiving benefits, the client must be recertified as chronically ill by a licensed health care practitioner every 12 months. In addition, clients must select the monthly amount they would like to receive for each benefit period. The client can use the full amount specified by the rider, which is subject to monthly maximums that are determined at policy issue, or reduce the monthly benefit to a minimum of \$250.
Rider owner information	
Foreign residency	The initial assessment and annual recertification that is required to receive the ExtendCare Rider benefits must be completed by a physician or Licensed Health Care Practitioner ¹ in the United States.

¹ The Licensed Health Care Practitioner that provides certification(s) must be any physician (as defined in section 1861(r)(1) of the Social Security Act), registered professional nurse, licensed social worker, or other individual who meets such requirements as may be prescribed by the Secretary of the Treasury. It does not include the owner, insured or family member.

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This is only a summary of ExtendCare benefits. ExtendCare Form (L652 7-20/ICC20-L652) is available only at issue and at an additional cost. Actual terms and conditions contained the rider govern all benefits provided. Please see rider for more detailed information. Assumes medical and financial underwriting qualification at time of initial application.

ExtendCare falls under IRC Sec. 101(g), Accelerated Death Benefit guidelines and does not fall under health regulations. This differentiation could affect eligibility for public assistance programs such as Medicaid, Supplemental Income, or others. Purchasers should consult a qualified advisor along with legal or tax advisor to determine if the rider will affect their initial or continued eligibility for public assistance programs or other tax-related decisions.

The ExtendCare benefits are intended to be received on a tax-favored basis under section 101(g) of the Internal Revenue Code. Once eligible for the benefit, policyholders will receive a monthly payment (not exceeding 5% of the base policy's death benefit amount or the current per diem equivalent) accelerated from their policy's death benefit. The ExtendCare rider is intended as a nonmedical supplement. While long-term care riders pay temporary and permanent claims, policyholders with the ExtendCare rider will qualify for accelerated monthly benefits after being certified by a licensed healthcare practitioner as chronically ill for a period that is expected to last 90 days. Additionally, if the benefits for a stand-alone long-term care policy are not used, the policy may end with no payment while the face amount of a life insurance policy with an accelerated death benefit rider will remain intact if the benefits are not used. Once you qualify for the benefit, payments continue every month during the benefit period regardless of whether expenses are actually incurred. The definition of chronically ill is being unable to perform at least two of the Activities of Daily Living (bathing, dressing, toileting, transferring, continence, eating) without assistance for 90 days, or requiring substantial supervision for protection against health and safety threats due to severe cognitive impairment. Lifetime Maximum Benefit is equal to 100% of the policy death benefit.

Insurance products are issued by Protective Life Insurance Company, Omaha, NE. Product form numbers, features and availability may vary by state. Consult the policy for benefits, riders, limitations and exclusions. Up to a two-year contestable and suicide period. Benefits adjusted for misstatements of age and sex. All claims and guarantees are subject to the claims-paying ability of Protective Life Insurance Company.

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