



AMERICAN COLLEGE OF SURGEONS INSURANCE PROGRAM Group Long Term Disability Insurance

For California & Florida Residents



What is Long Term Disability Income Insurance?

Lose your ability to practice to a disabling sickness or injury and you could lose everything you've worked so hard to acquire.

The ACS Long Term Disability plan can help you maintain your current lifestyle and help protect you and your family from serious debt by replacing a portion of your income with monthly benefits up to \$12,500.



American College of Surgeons
INSURANCE PROGRAM

Fully Approved & Sponsored by The American College of Surgeons Insurance Trust



The Company You Keep.®

Underwritten by:
New York Life Insurance Company



Help protect your family's financial future, your home and the lifestyle you have worked hard for with the American College of Surgeons Group Long Term Disability Income Insurance.



WHAT IS LONG TERM DISABILITY INCOME INSURANCE?

Lose your ability to practice to a disabling sickness or injury and you could lose everything you've worked so hard to acquire. The ACS Long Term Disability plan can help you maintain your current lifestyle and help protect you and your family from serious debt by replacing a portion of your income with monthly benefits **up to \$12,500**.

WHO IS ELIGIBLE?

All eligible ACS members (**including full-time members of the armed forces**), under age 60, who are actively performing all the duties of their profession, or other primary occupation at least 30 hours per week, may apply for coverage. Your spouse, under age 60, is also eligible for a \$500 monthly benefit provided that you are currently enrolled or request enrollment in the LTD plan for a monthly benefit of at least \$1,000. This plan is available to residents of the United States and Puerto Rico (except Washington state and U.S. territories).

UNDERWRITING REQUIREMENTS

All applicants must meet the New York Life underwriting requirements (satisfactory evidence of good health) to qualify. Neither the College nor the Insuract Trust participates in decisions concerning insurability of applicants. The Administrator follows the Insurance Company's medical underwriting guidelines to evaluate enrollment forms. Thus, all final decisions regarding insurability are the sole responsibility of the Insurance Company.

BENEFIT SELECTION

You may select a monthly benefit from \$1,000 to \$12,500 in \$500 increments. Your ACS Long Term Disability coverage, when combined with all other disability protection benefits you already carry, cannot exceed 60% of your gross monthly professionally earned income.

CHOICE OF WAITING PERIODS

You may select the waiting period of your choice — 30, 60, 90 or 180 days. A waiting period is the number of consecutive days you must be totally disabled before benefits begin.

BENEFIT PERIOD

For total disability commencing:

*Prior to age 64: Benefits can be payable to age 65

*Age 64 thru 69: Benefits can be payable for up to one year.

*When you reach age 65, whether or not you are disabled, the monthly benefit payable from that time will reduce to 50% of the amount to which you were entitled prior to age 65. Premiums do not reduce.

Benefits for mental and nervous disorders are limited to the lesser of 36 months during a lifetime or the above maximum benefit period. The 36 month limitation does not apply if you are institutionalized or if there is an organic disorder such as Alzheimer's disease.

TOTAL DISABILITY DEFINED

Total disability means your incapacity due to illness or accident to perform the material and substantial duties of your surgical or medical specialty or primary occupation provided you are not engaged in any other occupation for pay or profit. Even if you return to work at another occupation or resume working in your own occupation on a part-time basis, you may still receive benefits if you have a loss of earnings. Refer to the Residual Disability Benefit section below for details.

RESIDUAL DISABILITY BENEFIT

You will be eligible for residual disability income benefits if you return to work, following a period of a covered total disability of at least 30 days and your current earnings are no more than 75% of your pre-disability average earnings**. The reduction of earnings must be a consequence of your total disability.

The residual benefit is a percentage of your total disability benefit equal to the percentage reduction of monthly earnings. However, for each month that the percentage reduction is 75% or more, the plan will pay the full disability benefit. The residual benefit will be paid as long as total disability benefits would have been paid if the underlying total disability had continued or until current income exceeds 75% of pre-disability average earnings, if sooner.

No residual disability income benefit is payable following a total disability unless it begins while insured, is due or related to the same illness which caused the covered total disability, is not separated from a period of covered total disability by a return to full-time work of six months or more, and it begins before your 65th birthday.

**Pre-disability earnings means your average monthly earnings for the 12 or 24 months, whichever period produces the higher average,

prior to the onset of your disability. To help prevent inflation from artificially increasing post-disability earnings, New York Life will increase “pre-disability income” upward to reflect increases in the Consumer Price Index (CPI-U) up to 8%, compounded annually.

When computing any earnings loss, earnings received after resuming employment will be averaged for the most recent six month period immediately following total disability.

RESIDUAL DISABILITY BENEFIT FOR COMMUNICABLE DISEASES

If you contract a “communicable disease,” you may be eligible for residual disability benefits even though you are not totally disabled. In order to be eligible for the residual disability benefit, you must be under 65 and earning less than 75% of your average net monthly income due to contracting the communicable disease. Benefits will not begin until the applicable elimination period has been satisfied. The amount and duration will be determined in the same manner as the Residual Disability Benefit described in this brochure.

A “communicable disease” means any of the following conditions, but only if the applicable medical profession recommends or appropriate governmental agency requires the disclosure of the diagnosis of the disease and it results in a limitation of your practice due to contracting the disease: Acute Viral Hepatitis of the non A type, Human Immunodeficiency Virus (HIV), Acquired Immune Deficiency Syndrome (AIDS) or tuberculosis.

WAIVER OF PREMIUM

If you become totally disabled and remain totally disabled for at least six consecutive months, your subsequent premiums for this coverage will be waived and your coverage continued at no cost to you as long as you continue to receive disability benefits.



WHEN COVERAGE ENDS

Your coverage will be continued until the premium due date coincident with or next following your 70th birthday as long as you remain an ACS Member, the Group Policy is not terminated by New York Life or the policyholder, your premiums are paid, and you are actively at full-time work for pay or profit (unless disabled). Your spouse's coverage will be continued as long as they are under age 65, their premiums are paid, you are not divorced or separated from your spouse, and your coverage remains in force.

BENEFITS FOR RECURRING DISABILITY

Successive periods of disability due to the same or related cause and not separated by a return to active practice for at least six consecutive months will be considered one period of disability, as will unrelated disabilities that are not separated by return to active practice for at least one full day. Disabilities that meet these separation requirements will be treated as a new disability,

WHAT IS NOT COVERED

The following disabilities are not covered:

I. **Air Travel** - A disability that: (a) occurs during; (b) is due to; or (c) is related to: your travel in, travel on, fall from or descent from any aircraft while such aircraft is in flight, **unless** you are traveling: (a) solely as a fare paying passenger on a licensed, commercial, regularly scheduled, nonmilitary aircraft; or (b) in a civil aircraft having a current and valid "Standard Federal Aviation Agency Airworthiness Certificate" and piloted by a person with a current and valid pilot's certificate with proper ratings for the type of flight and aircraft involved.

2. **Crime/Illegal Occupation/Illegal Activity** - A disability that: (a) occurs during; (b) is due to; or (c) is related to; your incarceration or participation in: (a) the commission of a felony; (b) an illegal occupation or activity; (c) an insurrection; (d) terrorist activity; or (e) a riot.

3. **Drugs** - A disability that is due to or related to the taking of drugs, intoxicants, narcotics, barbiturates or hallucinogenic agents, unless such use is: (a) as prescribed or administered by a doctor, other than yourself; or (b) accidental.

4. **Impairment Restriction** - A disability that is due to or related to a condition which is specifically excluded from or limits coverage at the time of issue.

5. **Pregnancy, Childbirth or a Related Medical Condition** - A disability that is due to a pregnancy, childbirth or a related medical condition, except for certain complications of pregnancy.

6. **Regular Care** - A disability that does not require the regular care of a doctor ("doctor" does not include yourself or a member of your immediate family).

7. **Self Inflicted Injury** - A disability that is due to or related to an intentional self-inflicted injury or occurs while intentionally injuring oneself; whether sane or insane. **Missouri Residents:** attempted suicide or self inflicted injury while insane will not be excluded from coverage.

8. **War** - A disability that is due to or related to a declared or undeclared war, an act of war or an armed conflict that involves the armed forces of one or more countries.

HOW TO APPLY

To apply, complete the application form and forward it to the Administrator's office in Irving, TX. Upon approval of your application, a Certificate of Insurance will be issued. **PLEASE DO NOT SEND MONEY** with your application form. You will receive a statement for the amount due along with your Certificate of Insurance upon approval. Call 800.433.1672 if you have any questions.

Good News! ACS recently authorized New York Life to discount premium rates by 20%, making these rates even more competitive.

ACS hopes to continue this discount, but this will depend on a periodic evaluation of the claims experience. Therefore, this discount cannot be promised or guaranteed for premiums due beyond March 31, 2011.

Spouse Disability Insurance

MONTHLY BENEFIT: \$500

WAITING PERIOD: 30 days

BENEFIT PERIOD: Maximum of 24 months

ELIGIBILITY

Your spouse, under age 60, is eligible for a \$500 monthly benefit provided that you are currently enrolled or are requesting coverage and subsequently become enrolled in the Long Term Disability plan for a monthly benefit of at least \$1,000. (Spouse Disability not available to residents of New Hampshire.)

DISABILITY DEFINED

Total disability means the incapacity due to illness or accident to perform the material and substantive duties of your spouse's regular occupation for pay or profit or from performing all of the customary household duties of a homemaker.

BENEFITS PAYABLE

Benefits will be paid if your spouse becomes totally disabled while you are covered for Spouse Disability Insurance. Benefits will be payable to you in the amount of \$500 per month beginning on the first day after completion of the 30 day waiting period for a maximum period of 24 months.

EXCLUSIONS

For exclusions, refer to the "What Is Not Covered" section in this brochure.

Rates current as of April 2010
Remember ... if you qualify for the Package Discount you'll receive 10% savings!

LONG TERM DISABILITY QUARTERLY PREMIUMS GROUP POLICY NUMBER G-29002-0				
PREMIUM PER \$1,000 MONTHLY BENEFIT				
AGE	WAITING PERIOD			
	30 Days	60 Days	90 Days	180 Days
Under 35	\$49.17	\$31.15	\$27.95	\$22.18
35-39	\$72.53	\$44.59	\$38.95	\$30.72
40-44	\$108.74	\$67.55	\$59.56	\$47.26
45-49	\$180.93	\$112.20	\$98.82	\$77.99
50-54	\$321.65	\$199.19	\$175.12	\$139.74
55-59	\$572.08	\$358.20	\$313.60	\$249.51
60-64*	\$603.63	\$369.75	\$306.35	\$241.96
65-69*	\$300.17	\$182.56	\$150.12	\$117.30

*Renewal rates only. Benefits payable reduce 50% at age 65. Premiums do not reduce. The above rates reflect the reduction in the benefit amount at age 65. Premiums are based on your age when entering the plan and change at each new age bracket.
 These rates apply only to California or Florida residents.

CA/FL

SPOUSE DISABILITY INSURANCE QUARTERLY PREMIUM \$500 MONTHLY BENEFIT	
SPOUSE AGE	PREMIUM
Under 35	\$12.15
35-39	\$18.63
40-44	\$30.78
45-49	\$45.36
50-54	\$60.75
55-59	\$76.14
60-64*	\$91.53

*Renewal rates. Rates are based on the spouse's age when entering the plan and change at each new age bracket.

Rates shown are current and may be changed by New York Life on any premium due date and on any date on which benefits are changed. Future benefits are subject to change by agreement between New York Life and the Trustees of the ACS Insurance Trust.
 NOTE: Coverage becomes effective on the first of the month following the date of underwriting approval.

Visit www.acs-insurance.com to learn more about the ACS-sponsored insurance plans.



The American College of Surgeons Insurance Program offers a wide range of group insurance plans. Visit www.acs-insurance.com to find out more about the ACS-sponsored group insurance plans indicated below:

- *Group 10-Year Level Term Life Insurance* - affordable life insurance protection for a 10 year period available for members under age 65.
- *Group 20-Year Level Term Life Insurance* - affordable life insurance protection for a 20 year period available for members under age 55.
- *Group Long Term Disability Insurance* - long term disability insurance protection that can provide you with an income for a long period of time and is available to members under age 60.
- *Group Office Overhead Disability Insurance* - group insurance protection that helps your practice to continue to operate if you are totally disabled or seriously ill and is available to members under age 60.

- *Group Accidental Death & Dismemberment Insurance* - insurance protection for unforeseen financial hardship from a serious accident that causes death or dismemberment and is available to members under age 65.

The plans above are underwritten by New York Life Insurance Company. For ratings information, visit www.newyorklife.com.

Valuable Package Discount - If your personal ACS insurance package includes Group 10-Year or 20-Year Level Term Life Insurance, Accidental Death & Dismemberment, and one or both of the Disability Plans, your premium will be reduced by 10% on all plans except the Level Term Life Insurance Plan. The discount only applies to qualifying plans underwritten by New York Life Insurance Company.

Additional insurance plans available to ACS members, but not underwritten by New York Life Insurance Company are:

- *Auto and Homeowner Insurance*
- *Small Business Medical Insurance*



This brochure provides a general description of the insurance plan offered and is not a contract. Complete terms, conditions, definitions, exclusions, limitations and renewability are detailed in Group Policy No. G-29002-0 and Certificate of Insurance.

ACS Insurance Trust incurs costs in connection with providing oversight and administrative support for this sponsored plan. To provide and maintain this valuable membership benefit, it is reimbursed for these costs. ACS also receives a fee for the license of its name and logo for use in connection with the plan.

Mailing Address: American College of Surgeons Insurance Program
P.O. Box 153054
Irving, TX 75015-3054
Phone: 1.800.433.1672
Fax: 1.469.417.1675

Underwritten by: New York Life Insurance Company
New York, NY 10010
Under Group Policy G-29002-0
on policy form GMR

Administered & Marketed by:
National Employee Benefit Companies, Inc.
AR Lic. No. 248910
CA Lic. No. 0D28750
FL Lic. No. L048174
TX Licensed Agent:
Samuel Hamin Fleet, Lic. No. 1091381

Coverage will be effective as described on the Request For Insurance.