

Just the facts about New York Life...

Employee's Whole Life Chronic Care Rider (CCR)

Issuing company New York Life Insurance Company (NYLIC)

Purpose Provides protection from the financial hardships of chronic care by offering tax-free acceleration of a portion of the policy's base face amount in the event that the insured becomes chronically ill.

Issue ages 18–70

How it works **Electing the rider:**

At issue, you elect a portion of your base face amount that will be eligible for acceleration under this rider (Chronic Care Benefit Pool).¹ The benefits will be paid on a monthly basis over a period of 25 months. This rider is available on newly issued Employee's Whole Life (EWL) policies. You can apply for the rider by completing a supplemental application that is underwritten separately from your EWL policy. There is a separate charge for this Chronic Care Rider (CCR) premium.

Exercising the rider:

The insured may be eligible for benefits under this rider if a licensed health care practitioner certifies that the insured is chronically ill for at least 90 days—that is, the insured is unable to perform two out of six activities of daily living (bathing, dressing, eating, toileting, transferring, or continence), or has a severe cognitive impairment. Your chronic-care payments start after the claim is approved and continue throughout the expected chronic illness period or until the benefit pool is exhausted. The insured must recertify at least annually, and if the expected recovery time is within one year of the insured's last recertification, the insured must recertify if he or she is still chronically ill.² You do not need to submit receipts or a plan of care to begin receiving benefits under this rider.

Eligibility Requirements

Employee policy owners between the ages of 18 and 70.

Accelerated benefit Level³

Minimum amounts

- Base Policy Face Amount – \$25,000
- Chronic Care Benefit Pool – \$20,000
- Residual Death Benefit – \$5,000
- Monthly Pay Period – 25 months



New York Life Workplace Benefits

Accelerated benefit Level³ (continued)

Maximum amounts:

- Base Policy Face Amount – \$100,000
- Chronic Care Benefit Pool – \$95,000
- Monthly Payable CCR Benefit – subject to federal indemnity limits, which can change yearly

CCR Pool Options:

- \$20,000 – EWL Face Amount \$25,000-\$49,999
- \$45,000 – EWL Face Amount \$50,000-\$74,999
- \$70,000 – EWL Face Amount \$75,000-\$99,999
- \$95,000 – EWL Face Amount \$100,000

Underwriting classification

Class 4 or better on your Employee's Whole Life policy

- Morbidity 1 or Morbidity 2 risk class for the rider

Elimination period

90 days

This material must be preceded or accompanied by the appropriate Employee's Whole Life fact sheet. Please ask your agent for a copy of the policy fact sheet.

The policy owner needs to allocate a minimum of \$20,000 and cannot allocate more than \$95,000 for their Chronic Care Rider Benefit Pool across all New York Life Employee's Whole Life policies with the Chronic Care Rider. The policy owner also needs to ensure that at least a \$5,000 death benefit will remain after CCR benefits are paid. Paid-Up additions, term riders, and the Accelerated Death Benefit rider are not eligible to be accelerated. Once the insured is certified as chronically ill as described in the policy, and meets the 90 day elimination period, the policy owner will begin receiving an unrestricted cash benefit, with no receipts or plan of care needed. The primary purpose of life insurance policies is death benefit protection and cash value accumulation, with certain riders available at a cost that provide the client with additional policy features, such as additional protection for future chronic illness expenses. This rider should be used for the primary purpose of accelerating a portion of the policy base face amount in case the insured becomes chronically ill.

This is a life insurance rider providing for an accelerated payment of the base policy face amount in the event that you are certified chronically ill as described in the policy.

This rider is not intended to be a federally tax-qualified long-term care insurance contract under Internal Revenue Code (IRC) Section 7702B. Therefore, the premiums payable for this rider do not qualify as long-term care insurance premiums and are not deductible from gross income for federal income tax purposes. This rider, however, is subject to the federal per diem limits set forth in IRC Section 7702B. Under this rider, New York Life will not pay clients more than the federal per diem limits. If the benefit option elected exceeds the current IRC per diem limits, the benefit period will be extended accordingly. Assuming the amount you receive in the aggregate from all applicable policies does not exceed the federal per diem limits set forth in IRC Section 7702B, the benefits provided by the Chronic Care Rider are intended to be excludable from federal gross income under Section 101 (g) of the IRC.

Receipt of an accelerated death benefit may affect client eligibility for Medicaid or other government benefits or entitlements and may have income tax consequences. Accelerating benefits before applying for these programs, or while you are receiving government benefits, may affect your initial or continued eligibility. Clients can contact the appropriate social service agency (e.g., the Medicaid Unit of your local Department of Public Welfare or the Social Security Administration Office) for more information.

¹ The Chronic Care Rider benefit amount and payout option cannot be altered during the course of the policy.

² When your policy is on a CCR claim, the premium, cash value, and dividends are reduced proportionally as you receive an accelerated payout of your base policy. If your policy has a loan outstanding, a portion of the CCR benefit paid is used to repay the loan.

³ Paid-up additions, term riders, and the Accidental Death Benefit Rider are not eligible to be accelerated.

In Oregon, the Employee's Whole Life Chronic Care Rider form number is ICC17-217-486R.

In Oregon, the policy form number for New York Life Employee's Whole Life is ICC17-217-52P.

New York Life Insurance Company

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