

## LEARN MORE ABOUT TERM LIFE INSURANCE

# The importance of Voluntary Term Life insurance

If someone depends upon you financially, you should consider purchasing life insurance. Group Voluntary Term Life insurance from American United Life Insurance Company® (AUL) can provide funds needed to help dependents and other loved ones maintain the lifestyle they're accustomed to in the event of your death. This insurance coverage is offered under your employer's policy and is paid for by you through the convenience of payroll deduction.

## What are the benefits?

**Here are a few of the benefits available with Voluntary Term Life insurance coverage:**

- Flexibility to choose coverage amounts appropriate for your needs
- Guaranteed issue amounts of coverage available
- Ease of premium payment using payroll deduction
- Continuation of coverage if you leave your employer

**Other common benefit options your employer may select:**

- Coverage for dependent spouse and children
- Accidental Death and Dismemberment (AD&D)
- Accelerated Life Benefit (ALB)
- Seat Belt Benefit
- Guaranteed Increase Benefit (GIB)
- Waiver of Premium Benefit

## Frequently asked questions

### **Why do I need group life insurance coverage?**

In the event of your passing, your surviving dependents would have financial needs in addition to daily living expenses. Immediate financial expenses directly related to your death might include funeral/burial expenses, medical expenses or housing expenses.

### **How much coverage do I need?**

Only you know how much coverage you need. For example, you might want to choose an amount to only cover your funeral expenses (the average cost today of a typical funeral service is between \$8,000 and \$10,000). You might decide to choose an amount that helps your surviving family members meet longer term goals without the burden of large debt such as paying off a mortgage, paying down debt, providing funds for college, etc.

### **How much coverage can I sign up for?**

You may choose any amount of coverage you desire, up to the maximum amount determined by your employer or five times your annual salary, whichever is less.

**Does this coverage have a cash value?**

Voluntary term life coverage does not have cash value. It is designed to cover you while you are employed and offers a death benefit at a lower cost.

**Who is the beneficiary of my coverage?**

You designate the beneficiary of this policy. That person(s) would receive your life insurance proceeds in the event of your death. You are automatically the beneficiary under the dependent's insurance coverage.

**Do I have to apply now, or can I apply at a later date?**

There are advantages to applying the first time you are eligible. Although you will be provided with opportunities to apply at a later date, you would need to undergo medical underwriting, which could affect your approval for coverage.

**Does this coverage replace any other group life insurance coverage I have with my employer?**

No. This coverage can be obtained in addition to any group or individual coverage you might already have.

**Will my payroll deductions for premium ever go up?**

Because premiums reflect the type and volume of coverage you have at a certain age, your premium can be adjusted as your salary increases, as you change dependent coverage, and as you enter a new five-year age band.

**Can I continue this coverage if I change jobs?**

Yes. You can apply to continue your coverage upon termination of employment through conversion or portability options.

**What happens to my coverage when I retire?**

Upon retirement, your coverage will terminate unless you apply for coverage under continuation of insurance or choose one of the conversion options. Coverage automatically terminates at age 70.

**What happens to my coverage if I become totally disabled?**

If your insurance includes waiver of premium coverage and you are approved for benefits, your coverage will continue without paying premiums.

## About AUL Employee Benefits

American United Life Insurance Company® (AUL) is the founding member of OneAmerica® and offers a strong portfolio of products for employee benefit plans, including group life and disability insurance, as well as access to employee and travel assistance programs through other providers. AUL provides value beyond today through financial strength, mutual insurance holding company values, innovative group voluntary insurance products and tools, and quality service from local representatives, service professionals and claims specialists.

Watch for additional information on the time and place of the enrollment meeting to learn more about, and apply for, Group Voluntary Term Life insurance coverage from AUL.