

# TRANS CARE<sup>®</sup> | III

INDIVIDUAL LONG TERM CARE INSURANCE

TransCare<sup>®</sup> III at a Glance



## WHEN IT COMES TO CARE your family matters

Families come in all shapes and sizes, but one thing's for sure: Families care. Mothers and fathers, sisters and brothers, aunts and uncles may all live independent lives, but they share a unique family connection. Their lives affect each other. Maybe that's why families are often drawn together in life's significant moments.

Let's say something unexpected happens that causes you to lose the ability to carry out basic self-care activities for an extended period of time, and you require substantial assistance. Or you may require extensive supervision due to cognitive impairment, such as Alzheimer's disease. If that time comes, even the closest families may not be prepared to face the unexpected decisions and costs that can accompany such long term care needs. TransCare III Long Term Care insurance offers a way to help you prepare.

*TransCare III Long Term Care insurance will pay the out-of-pocket charges you incur, up to the Maximum Daily Benefit amount for Home Care, Home Health Care, Adult Day Care, Long Term Care Facility care, and Hospice care.*

## QUALIFYING FOR BENEFITS

To qualify for benefits under the TransCare III policy, its riders and endorsements, we must receive a Plan of Care that specifies what qualified long term care services are needed because you are a chronically ill individual. (See "A Word About Qualified Long Term Care Services" on the back for details.) This means that a licensed health care practitioner has certified within the last 12 months that:

You require substantial assistance due to your inability to perform at least two Activities of Daily Living (ADLs) for a period expected to last at least 90 days due to a loss of functional capacity, or you require substantial supervision to protect you from threats of health and safety due to severe cognitive impairment.

Activities of Daily Living defined in your policy are:

- Bathing
- Eating
- Contenance
- Toileting
- Dressing
- Transferring



## 3 EASY STEPS TO BUILD YOUR POLICY

### **1** FLEXIBLE BENEFIT AMOUNTS that you choose for your policy

The first step in building your TransCare III policy is to consider the financial aspect of coverage with policy amounts. Answers to these questions will determine how much your policy will pay, and how soon.

**POOL OF MONEY** (or “Policy Maximum Amount”) is the total dollar amount of coverage you purchase to cover the costs of your qualified long term care services over the lifetime of your policy. Benefits paid cannot exceed the funds in your Pool of Money.

(Options range from \$18,250 to \$1,095,000<sup>1,4</sup>.)

**MAXIMUM DAILY BENEFIT** establishes the maximum amount of reimbursement you could receive per day for each day of qualified long term care. If care costs less on a particular a day, the difference will remain in your Pool of Money for future use. If care costs more on a given day than your Maximum Daily Benefit amount, you may have to self-fund the difference.

(Options range from \$50 to 500<sup>2,4</sup>.)

**ELIMINATION PERIOD** is the number of days that you are responsible for self-funding your qualified long term care before benefits may be paid (similar to a deductible, but measured in days). Once the Elimination Period has been satisfied, even if it’s extended over more than one claim period, it need never be satisfied again.

(Select from 0-day (eligible for benefits from day 1), 30-day, 60-day, 90-day, or 180-day<sup>3</sup>.)

<sup>1</sup>Pool of Money in Maryland, Massachusetts, and Oregon is between \$36,500 and \$1,095,000; in Vermont<sup>4</sup> \$27,375 and \$1,095,000; in Wisconsin \$21,900 and \$1,095,000. <sup>2</sup>Maximum Daily Benefit in Vermont<sup>4</sup> ranges from \$75 to \$500; in Wisconsin from \$60 to \$500; in Massachusetts from \$50 to \$500 unless a Mass Health participant, then from \$125 to \$500. <sup>3</sup>Elimination Period greater than 100 days is not available in Vermont<sup>4</sup>. <sup>4</sup>In Vermont, prepackaged basic plan choices are also available. See your agent/producer for details.



## 2 Standard Benefits included in your TransCare III policy

Qualifying for benefits is required. Refer to the Outline of Coverage for details.

### BENEFITS FOR CARE IN YOUR HOME

**Your Home Care Benefits automatically have a 0-day Elimination Period.**

There's no place like home, so your policy may help you live there as long as possible under a Plan of Care. Besides covering the cost of qualified home care and adult day care, your policy may help pay for home modifications when you use our Care Coordinator.

**Cash Benefit** – 10x your maximum daily benefit available each month to use any way you see fit with no receipts required, giving you the flexibility to do things like pay friends or family for caregiving.

**HOME CARE AND  
ADULT DAY CARE BENEFIT<sup>6,7</sup>**  
**CASH BENEFIT<sup>5</sup>**  
**REMAIN AT HOME BENEFIT<sup>5</sup>**  
**RESPIRE CARE BENEFIT<sup>5,6</sup>**

### BENEFITS FOR CARE IN A LONG TERM CARE FACILITY

You may reach a time when an **assisted living facility** or **nursing home** is appropriate for your needs. Your policy covers qualified long term care in facilities like these as defined in your policy, including payment to reserve your bed at the facility when you leave temporarily.

**LONG TERM CARE FACILITY BENEFIT<sup>6,8</sup>**  
**WAIVER OF PREMIUM BENEFIT**  
**LONG TERM CARE FACILITY BED  
RESERVATION BENEFIT<sup>6,8</sup>**

### ADDITIONAL STANDARD BENEFITS

Your policy provides a wide range of additional standard benefits that may help provide assistance with future long term care costs.

**HOSPICE CARE BENEFIT<sup>5</sup>**  
**WAIVER OF PREMIUM RIDER**  
**- HOME CARE AND ADULT DAY CARE<sup>9</sup>**  
**WAIVER OF PREMIUM RIDER**  
**- CASH BENEFIT<sup>9</sup>**  
**RETURN OF PREMIUM TO AGE 67**  
**ALTERNATE PLAN OF CARE BENEFIT<sup>8</sup>**  
**ACCIDENT BENEFIT TO AGE 67<sup>8</sup>**  
**3-YEAR RATE GUARANTEE<sup>10</sup>**

### WHEN CARE MATTERS

Figuring out what steps to take when an unexpected need for long term care occurs can be confusing and stressful for you and your family. Whether you are seeking care for yourself, or are a family member trying to help provide care for someone across the country, a Care Coordinator is available with your policy at no charge to you. The Care Coordinator can help provide answers to your questions and guide you to long term care resources.

<sup>5</sup>Not subject to, nor will it satisfy your Elimination Period.

<sup>6</sup>Pays out of pocket charges you incur, up to your Maximum Daily Benefit amount.

<sup>7</sup>Not subject to, nor will it satisfy your Elimination Period, unless the Elimination Period Credit Rider is selected.

<sup>8</sup>Subject to your Elimination Period.

<sup>9</sup>Based on the underwriting of your policy, these options may be included as standard benefits in your policy.

<sup>10</sup>See "A Word About Premium Rates" for information about our right to increase premiums.

### 3 Optional Benefits so you can truly customize your policy

*Additional premium required. Qualifying for benefits is required. Refer to the Outline of Coverage for details.*

#### INFLATION PROTECTION

A Benefit Increase Option (BIO) is a way to increase your Pool of Money and Maximum Daily Benefit to keep up with inflation and the rising costs of long term care services over time. Over the last 15 years, for example, costs for nursing home care have increased between 3-4% each year.<sup>11</sup> You may approach inflation protection in the way that suits you best, using your choice of BIO riders.

With a **step-Rated** BIO, for example, you may start with lower initial premiums.<sup>12</sup> Your benefits and premiums will automatically increase (step up) at a 3% or 5% compound rate each year. This flexible BIO also lets you temporarily or permanently stop the coming year's increases.

A **Tailored** BIO is another approach, which automatically adjusts the way your benefits are increased as you enter different stages of life. Prior to age 61, benefit amounts will increase on your rider's anniversary each year based on 5% Compound BIO. On your rider's anniversary each year between ages 61-76, benefit amounts will increase based on 3% Compound BIO. Benefit amounts will not increase after your 76th birthday.

A more traditional approach is a **Compound** BIO, which increases your Pool of Money by 5% of its current value each year.

Even if you don't select a Benefit Increase Option rider today, you may be able to add a BIO later with the Deferred BIO, without evidence of insurability, as long as you have not had a claim or are not currently eligible to claim. This offer will be extended to you within 90 days prior to the first, the third and the fifth anniversary date of the policy.

*With a Benefit Increase Option, your Maximum Daily Benefit will continue to increase regardless of any claims paid. Your Pool of Money will increase based on your Pool of Money less any claims paid since your last policy anniversary date.*

#### BENEFIT INCREASE OPTION (BIO) RIDERS

*Available for additional premium*

**STEP-RATED COMPOUND<sup>13</sup>  
BIO RIDER**

**TAILORED BIO RIDER**

**COMPOUND BIO RIDER**

**DEFERRED BIO RIDER**

*The Deferred Benefit Increase Option will automatically be included if no BIO Rider is selected. Limitations and Exclusions apply. See your Outline of Coverage for details.*

#### ADDITIONAL OPTIONAL RIDERS<sup>14</sup>

*Available for additional premium*

**ELIMINATION PERIOD CREDIT RIDER**

**SHARED CARE BENEFIT RIDER<sup>15</sup>**

**MONTHLY BENEFIT RIDER**

**FULL RESTORATION OF BENEFITS RIDER**

**JOINT WAIVER OF PREMIUM RIDER**

**NONFORFEITURE BENEFIT –  
SHORTENED BENEFIT PERIOD RIDER**

**RETURN OF PREMIUM UPON DEATH  
RIDER**

<sup>11</sup>American Association for Long-Term Care Insurance, 2012-2013 AALTCI Sourcebook.

<sup>12</sup>Initial premiums are lower than traditional Compound Benefit Increase Options.

<sup>13</sup>Not available in MN.

<sup>14</sup>Some financial institutions may not sell all the benefit riders associated with this product.

<sup>15</sup>Available only to couples who are issued and maintain identical policies. Not available in conjunction with Return of Premium Upon Death Rider.

# TRANSCARE<sup>®</sup> | III

INDIVIDUAL LONG TERM CARE INSURANCE

Long Term Care insurance is only as good as the company behind it, and Transamerica Life has a reputation for delivering on our policies' promises when they are needed most. We have helped protect families and provided dependable service for over a century, and have over 25 years experience specifically focused on Long Term Care insurance.<sup>14</sup> Wherever tomorrow takes you and your family, Transamerica Life can help. Long Term Care insurance policies from Transamerica Life have helped many families prepare for unexpected circumstances and responsibilities, and helped protect their dreams against the high costs of long term care services.

TransCare<sup>®</sup> III is an individual Long Term Care insurance Policy underwritten by Transamerica Life Insurance Company, Cedar Rapids, Iowa.

This brochure provides only a brief summary of the coverage provided under Policy ICC13 TLC-4 or TLC 3-P 0313. See the accompanying Outline of Coverage for information about the Elimination Period, provisions, exclusions and limitations of the Policy. Premium and benefit amounts will vary depending upon the plan selected. Your Policy will describe your coverage in detail and will be the sole basis for making any benefits determination. Insurance terms used in this brochure are defined in the Policy.

The Policy is intended to be a Tax Qualified Policy designed to meet federal standards.

Neither Transamerica Life Insurance Company nor any of its insurance agents/producers or representatives give legal, tax, or accounting advice. Please consult your legal and/or tax advisor for assistance.

Premiums may differ from the amount on your application. This may occur as the result of any applicable discounts. You may choose to pay your premium annually, semi-annually, quarterly, or monthly. Please note that the more often you pay, the higher your total premium cost will be per year. Please see your insurance agent/producer for additional details. All premium amounts are subject to underwriting approval. The Schedule of Your Policy's schedule will reflect your actual premium.

#### **A Word About Premiums**

Premium rates for this policy vary by gender.

The Policy allows the company to adjust premiums as needed, with prior approval if required by the Interstate Insurance Product Regulation Commission or your state's Department of Insurance. We cannot increase your premiums during the 3-year rate guarantee period. When a rate guarantee period ends, your premium will be adjusted by any premium increases that may have occurred during the rate guarantee period. We cannot single you out for a premium rate increase, but we can change your premium based on our experience with all insureds in your same premium class. Once we issue your coverage, we cannot cancel your Policy as long as you pay your premium on a timely basis.

#### **A Word About Qualified Long Term Care Services**

Qualified Long Term Care Services are necessary diagnostic, preventive, therapeutic, curing, treating, mitigating, and rehabilitative services, and Maintenance or Personal Care Services, which: (1) are required by a Chronically Ill Individual; (2) are provided pursuant to a Plan of Care prescribed by a Licensed Health Care Practitioner; (3) are services that are otherwise eligible to be paid under this Policy; and (4) satisfy all other requirements of your policy

Qualified Long Term Care Services do not include charges for items or services unrelated to assistance with the Activities of Daily Living or Severe Cognitive Impairment.

**This advertisement is for sales purposes and an insurance agent/producer will contact you.**



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<sup>14</sup>Internal data from Transamerica Life Insurance Company, as reported June 2014.