Index

Numbers in <i>italics</i> indicate figures	aleatory contract, 3.3, 3.5, 3.6
	allowable expenses, 12.4
	ancillary service providers, 12.8
	annually renewable term (ART) insurance,
A	5.15
A	Annual Statement, 2.12
absolute assignment, 9.10	annuitant, 10.3-10.4
ACA. See Patient Protection and Affordable	annuities, 9.18, 10.2
Care Act	classifications of, 10.10
accelerated death benefits, 7.2, 7.7-7.9	deferred, 10.4, 10.5–10.6, 10.8, 10.10,
acceptance, 3.7	10.11, 10.13–10.14
accidental death benefit, 7.6–7.7, 8.13,	fees and charges for, 11.11-11.12
9.15–9.16, 14.6	financial aspects of, 11.7–11.12
accidental death and dismemberment (AD&D)	fixed, 10.7–10.8, 10.10, 10.11, 11.7
benefit, 7.7	immediate, 10.4–10.5, 10.6, 10.8, 10.10,
accidental death and dismemberment	10.11
insurance, 14.6	incontestability provision for, 10.13
accident benefits, 7.2, 7.6–7.7	individual, 10.12–10.13
account value. See accumulated value	issuance of, 10.2
accumulated policy dividends, 9.15-9.16	as life insurance products, 10.2
accumulated value, 10.5, 10.8, 10.9	marketing and distribution of, 10.2
accumulation at interest dividend option,	payment amounts for, determining,
9.6, 9.7	11.7–11.11
accumulation period, 10.5, 10.9	regulation of, 2.10
accumulation units, 10.9, 11.10	sales of, 10.12, 11.13
accumulation value. See accumulated value	taxation of, 11.12–11.13
acquisition, 2.7	types of, 10.3
actively-at-work provision, 13.4–13.5	use of, 10.7
activities, risk and, 1.12, 1.13, 8.15	variable, 10.7, 10.9–10.10
activities of daily living (ADLs), 12.21	annuity benefit payments. See annuity
actuaries, 4.2, 4.4, 4.11, 14.12	payments
AD&D benefit. See accidental death and	annuity certain. See fixed period annuity
dismemberment benefit	annuity commencement date. See annuity
additional insured rider. See second	start date
insured rider	annuity contracts, 1.6, 10.2
additional term insurance dividend option,	provisions for, 10.12–10.14
9.6, 9.8	types of, 10.4–10.11
ADLs. See activities of daily living	annuity guarantee riders, 11.6–11.7
administrator, 5.4	annuity income payments. See annuity
advanced life deferred annuity.	
See longevity annuity	payments
adverse selection. See antiselection	annuity options, 11.2–11.6 annuity payments, 10.2, 11.7–11.13
advertisements, 2.13	
affiliates, 2.6, 2.7	annuity period, 10.4 annuity start date, 10.4
affinity group. See common interest	annuity unit, 11.10–11.11
association association	antiselection, 1.11
Affordable Care Act. See Patient Protection	conversion and, 5.17
and Affordable Care Act	· · · · · · · · · · · · · · · · · · ·
	group underwriting and, 13.7, 13.8,
age, misstatement of . See misstatement of age	13.9, 13.10
provision; misstatement of age or sex	reinstatement and, 8.8
provision	renewability and, 5.14, 5.15
age of majority (age of maturity), 3.8	suicide exclusion and, 8.15
agents, 2.13	any occupation, 7.4, 12.16
alcohol abuse, 1.12	APL option. See automatic premium
	loan option

INDEX.2 | Index Principles of Insurance

applicant, 1.5, 1.7, 3.2, 3.5	benefit schedule, 13.10, <i>13.11</i>
Argentina, annuity sales in, 10.2	benefit trigger, 12.21
ART insurance. See annually renewable	benefit waiting period. See elimination period
term insurance	bilateral contract, 3.3, 3.4, 3.6
assets, 2.4, 2.11, 2.12, 4.2, 5.3	blended rating, 13.12
assignee, 9.9–9.12	blindness, 12.17
assignment provision, 9.11–9.12	block of policies, 4.3
assignments, 9.5, 9.9–9.12	business continuation insurance plan, 5.5–5.6
assignor, 9.9–9.12	businesses
association group, 13.7, 13.8	needs of, 5.4–5.7
assuming company. See reinsurer	organizational types for, 2.2–2.3
assured, 1.5	buy-sell agreement, 5.6, 12.20
attained age, 5.14, 7.11, 7.12, 8.9, 8.13	buy-sen agreement, 5.0, 12.20
attained age conversion, 5.16–5.17	
automatic dividend option, 9.7	\mathbf{C}
	calendar-year deductible, 12.5
automatic enrollment, 14.9	Canada
automatic nonforfeiture benefit, 8.11	government-sponsored retirement plans
automatic premium loan (APL) option, 8.13	in, 14.14
aviation exclusion provision, 8.15	medical expense coverage in, 12.2, 12.7
The state of the s	mortgage life policies in, 5.10
В	survivor income benefit in, 5.12
banks insurance and 26	
banks, insurance and, 2.6	tax treatment in, of annuities, 11.13
bargaining contract, 3.3, 3.5, 3.6	universal life in, 6.18
basic accounting equation, 2.11, 2.12	waiver of premium for disability
basic medical expense coverage, 12.3	benefit in, 7.3
beneficiaries, 1.5, 1.7, 1.13–1.14	Canada Health Act, 12.7
for annuities, 10.3	Canada Pension Plan (CPP), 14.14
businesses as, 5.5	Canadian Life and Health Insurance
changing of, 3.12, 9.4–9.5	Association (CLHIA), 2.10
common disaster and, 9.14	cap, 6.16
contingent, 9.3–9.4	capital, 2.11
credit life insurance and, 5.12	cash dividend option, 9.6, 9.7
irrevocable, 9.4, 9.5	cashing in, 11.10
joint whole life insurance and, 6.8	cash payment nonforfeiture option, 8.12
minors as, 9.4	cash surrender value, 6.2, 6.11, 8.12, 9.6
mortgage life insurance and, 5.10	cash value, 1.6, 6.2
naming of, 3.12, 9.2–9.5, 13.2, 13.6,	amount of, 8.12
13.16n1, 14.3–14.4	endowment insurance and, 6.19
primary, 9.2–9.4	grace period and, 8.7
revocable, 9.4–9.5	group life insurance and, 14.7
survivorship clause and, 9.14–9.15	growth of, 6.4, 6.5
vested interest of, 9.4–9.5	indexed universal life insurance and,
wrongfully killing the insured,	6.15-6.16
9.15, 9.19n3	paid-up additions and, 7.12
beneficiary designation, 9.2. See also	reinstatement of, 8.9
beneficiaries, naming of	single-premium whole life and, 6.6
benefit booklet, 13.4	size of, 6.4
benefit formula, 14.10	term insurance and, 5.8
benefit payments, 4.7	universal life policies and, 6.11, 6.12,
benefit period, 12.15, 12.22	<i>6.14</i> , 6.15
benefits	variable life insurance and, 6.17
for additional insureds, 7.2	waiver of premium for disability benefit
cost of. See cost of benefits	and, 7.3
for disability income coverage, 12.18	•
endowment insurance and, 6.19	
for group insurance, 13.10	
for long-term care insurance policies, 12.22	
payments of, 4.6	

cash value life insurance, <i>1.6</i> , 4.12, 5.15, 5.16, 6.2. <i>See also</i> variable life insurance; whole life insurance paid-up additions with, 9.8, 9.9 provisions unique to, 8.10–8.13 surrender of, 6.2 taxation and, 6.2 CDHP. <i>See</i> consumer-driven health plan CDSC. <i>See</i> contingent deferred sales charge ceding company. <i>See</i> direct writer	contracts, 3.2 consideration for, 3.9, 3.10 group insurance, 13.2 indemnity, 3.2–3.3 lawful purpose for, 3.9–3.10 legal status of, 3.7 provisions of, 8.2, 10.12–10.14 requirements for, 3.6–3.11 types of, 3.2–3.6 valid, 9.15
	The state of the s
certificate of authority, 2.9	valued, 3.3
certificate holder, 13.4 certificate of insurance, 13.4	void, 9.15 written, 3.3
chance, loss and, 1.8	contractual capacity, 3.6, 3.7–3.9, 3.11, 9.9
change of ownership provision, 9.12	contractual reserves. See policy reserves
children's insurance rider, 7.10	contract value. See accumulated value
claim, 1.5, 1.7	contributory plan, 13.3, 13.10, 14.7
class designation, 9.2	convergence, 2.6
CLHIA. See Canadian Life and Health	
Insurance Association	conversion privilege, 5.15, 7.10, 14.4
	convertible term in surence policy 5.15, 5.17
closed contract, 8.3	convertible term insurance policy, 5.15–5.17
cognitive impairment, 12.20–12.21	cooling-off provision. <i>See</i> free-look provision copayment, 12.8–12.9
coinsurance, 12.4, 12.5 COLA benefit. <i>See</i> cost-of-living-adjustment	corporations, 2.3, 3.7, 3.9, 5.6
benefit	cost of benefits (cost of insurance), 4.4
collateral assignment, 9.10–9.11	cost-of-living-adjustment (COLA) benefit,
commercial loans, 8.10, 8.11	12.19
common disaster, 9.14	cost sharing, limitations on, 12.15
common interest association, 13.8	cost-sharing requirements. See expense
commutative contract, 3.3, 3.5, 3.6	participation requirements
composite mortality table, 4.5	coverage units, 4.3, 7.10
compounding, 4.8–4.9, 4.10	CPI. See Consumer Price Index
compound interest, 4.8–4.9, 4.10	CPP. See Canada Pension Plan
conditional promise, 3.5	crediting rate, 6.15
consideration, 3.6, 3.9, 3.10, 3.11	credit life insurance, 5.10, 5.12
consolidation, 2.7	creditor life insurance, 14.7
Consumer Price Index (CPI), 5.13, 5.19n4	credit union group, 13.7
consumer-driven health plan (CDHP), 12.2,	credit unions, 13.7
12.9, 12.11–12.13, 12.14	critical illness benefit. See dread disease
contestable periods, 8.9, 8.16n1	benefit
contingent beneficiary, 9.3–9.4	current interest-crediting rate, 6.10, 10.8
contingent deferred sales charge (CDSC), 10.13, 11.12	customer service, costs of, 4.6
contingent owner, 9.13	D
contingent payee, 9.17	
continued insurance coverage nonforfeiture options, 8.12, 8.13	DD benefit. See dread disease benefit death
continuous-premium whole life insurance	cause of, 7.6
policy, 6.4, 6.6, 6.8	fear of, 10.2
contract of adhesion, 3.3, 3.5, 3.6	death benefit, 4.4, 9.15
contract fee, 11.11	accidental death and, 7.6–7.7
contract of indemnity, 1.8	for annuities, 10.14
contract law, fundamentals of, 3.2–3.10, 3.11	joint whole life insurance and, 6.8
contract maintenance fee, 11.11	policy loans and, 8.11
contract owner, 10.2, 10.4	term insurance and, 5.7
	universal life insurance and, 6.12–6.13,
	6.14, 6.15
	variable life insurance and, 6.17
	variable universal life insurance and, 6.18
	whole life insurance and, 6.4

INDEX.4 | Index Principles of Insurance

debtor-creditor group, 13.7	employee benefit plans, 14.8
debts, personal, payment of, 5.3, 5.4	employee benefits
debt security, 2.4	costs of, 4.6
declaration of insurability, 8.3	financial products as, 5.7
declined risk, 1.13	Employee Retirement Income Security Act
decreasing term life insurance, 5.9–5.13	(ERISA), 14.8
deductibles, 12.4–12.5	employee stock ownership plans (ESOPs),
deferred annuities, 10.4, 10.5–10.6, 10.8, 10.10,	14.11, 14.13
10.11, 10.13–10.14, 11.2–11.6, 11.11	employer-employee group, 13.7, 13.8
deferred income annuity (DIA), 10.11	employer-employee group insurance policies,
defined benefit formula, 14.10	13.3, 13.6
defined benefit pension plan, 14.11–14.12	employer-sponsored retirement plans,
defined benefit plan, 14.10, 14.11	11.13, 14.9
defined contribution formula, 14.10	endorsement. See policy rider
defined contribution plan, 14.10, 14.11	endorsement method, 9.12
dental expense coverage, 12.7	endowment insurance, 1.6, 4.12, 6.18–6.19
dependents, support of, 5.2–5.3	enrollment period. See eligibility period
depository institutions, 2.4	entire contract provision, 8.2, 8.3–8.4, 10.12
DIA. See deferred income annuity	equity indexed universal life insurance.
director of insurance. See insurance	See indexed universal life insurance
commissioner	equity security, 2.4
direct writer, 1.10	ESOPs. See employee stock ownership plans
disability	essential health benefits, 12.14, 12.15
definition of, 7.3, 7.4	estate, 5.3–5.4
exclusions for, 7.3	estate plan, 5.4
risk of, 1.2	estate taxes, 6.9
disability benefits, life insurance and, 7.2–7.5	evidence of insurability. See insurability,
disability buyout coverage, 12.20	evidence of
disability income benefit, 7.2, 7.4–7.5	exchange. See health insurance exchange
disability income coverage, 1.6, 12.15–12.20	exclusions, 7.3, 8.14–8.15
disability income policy, 1.7	accidental death benefit riders and, 7.6
disability income rider, 7.4	in disability income policies, 12.20
discretionary group, 13.7	from major medical expense policies, 12.6
dismemberment benefit, 7.7	executor, 5.3–5.4
distribution, costs of, 4.6	expense charges, 6.11, 8.7, 8.13
distribution period. See payout period	expense participation requirements, 12.4–12.6
dividends, 13.14	expenses, 4.11, 6.11
options for, 9.6–9.7	experience rating, 13.12
withdrawal of, 9.7	experience refunds, 13.14
dividends on deposit option. See accumulation	expiration date, 5.7
at interest dividend option	extended term insurance, 8.11
dividends provision, 10.13	extended term insurance nonforfeiture option,
divisible surplus, 9.6	8.8, 8.13
Dodd-Frank Wall Street Reform and Consumer	0.0, 0.13
Protection Act (Dodd-Frank), 2.10, 2.11	\mathbf{F}
domicile, 2.9	Γ
double indemnity benefit, 7.6	face amount, 5.7
dread disease (DD) benefit, 7.7, 7.8–7.9	accidental death benefit and, 7.6
"during the lifetime of the insured," 8.5–8.6	death benefit and, 6.4
during the metime of the insured, 0.5 0.0	endowment insurance and, 6.19
F	misstatement of age or sex and, 8.9-8.10
\mathbf{E}	universal life insurance and,
education, funding of, 5.3	6.12–6.13, 6.14
eligibility period, 13.5	variable universal life insurance and, 6.18
eligibility provisions, for group insurance	family income coverage, 5.10, 5.12–5.13
policies, 13.4–13.6	family income policy, 5.13
eligible group members, 13.9	family insurance rider. See spouse and
elimination period, 12.17, 12.21	children's insurance rider
•	family maintenance policy, 5.19n3

family policy, 6.8 family relationships, insurable interest and,	FPDA contracts. <i>See</i> flexible-premium deferred annuity contracts
1.14, <i>1.15</i>	fraternal benefit societies (fraternal insurer),
FDAs. See fixed deferred annuities	2.3, 2.4, 2.5, 8.3
federal government, 2.9	fraudulent misrepresentation, 8.5
Federal Insurance Office (FIO), 2.11	free-examination provision, 10.12. See also
federal securities laws, 10.9	free-look provision
federal system, 2.9	free-look provision, 8.2–8.3, 10.12
FIA. See fixed indexed annuity	front-end load, 11.11, 11.12
final expenses, 5.3, 5.4	FSOC. See Financial Stability
finance companies, 2.4 financial assets, 2.4	Oversight Council full retirement age, 14.14
financial condition examination, 2.12	funding vehicle (funding instrument), 14.11
financial holding company, 2.6, 2.7	fund operating expense charge, 11.12
Financial Industry Regulatory Authority	future purchase option benefit, 12.19
(FINRA), 2.10	ruture purchase option benefit, 12.19
financial institutions, 2.4–2.7, 2.8	G
financial intermediaries, 2.6	G
financial model, 4.11	general account, 6.15-6.16, 10.8
financial products, needs met by, 5.2	GI benefit. See guaranteed insurability benefit
financial services industry, 2.4, 2.6–2.7	GIO. See guaranteed insurability benefit
Financial Stability Oversight Council	GLBs. See guaranteed living benefit riders
(FSOC), 2.11	globalization, 2.7
FINRA. See Financial Industry Regulatory	GLWB. See guaranteed lifetime
Authority	withdrawal benefit
FIO. See Federal Insurance Office	GMAB. See guaranteed minimum
first beneficiary. See primary beneficiary	accumulation benefit
first-to-die life insurance. See joint whole life	GMDB. See guaranteed minimum death
insurance	benefit rider
first-dollar coverage, 12.3	GMIB. See guaranteed minimum
fixed account, 6.15, 6.17, 10.9	income benefit
fixed amount annuity, 11.3	GMWB. See guaranteed minimum withdrawal benefit
fixed amount option, 9.17, 9.18	government, role of, in insurance, 2.8–2.13
fixed annuities, 10.7–10.8, 10.10, 10.11, 11.7	government-sponsored medical expense
fixed assets, 2.4	coverage, 12.2, 12.7–12.8
fixed deferred annuities (FDAs), 10.8, 11.7,	government-sponsored retirement plans, 14.13
11.8, 11.9	grace period, 8.6, 9.16
fixed immediate annuities, 11.7	grace period provision, 8.2, 8.6–8.7, 14.2
fixed indexed annuity (FIA), 10.11	group annuity, 10.3
fixed period annuity, 11.3 fixed period option, 9.17–9.18	group cash value life insurance, 14.6–14.7
fixed-premium universal life insurance policy,	group creditor life insurance, 14.7
6.13–6.14	group disability income coverage, 12.15–12.16
fixed single-premium immediate annuities	group insurance, 13.2
(fixed SPIAs), 11.8	administration of, 13.13, 13.15
flat benefit amount, 12.18, 12.19	contracts for, 13.2–13.6
flat extra premium, 13.11	declining, 13.5
flexible-premium annuity, 10.6	eligibility for, 13.7
flexible-premium deferred annuity (FPDA)	in force, 13.3
contracts, 10.6–10.7	participation levels and, 13.9–13.10
flexible-premium universal life insurance	policyholder rights and, 13.2
policy, 6.13	premiums for, 13.12–13.15
flexible-premium variable life insurance. See	underwriting for, 13.6–13.11, 13.16n2
variable universal life insurance	group insurance certificate, 13.4
floor, 6.16	group insurance contracts
formal contract, 3.3, 3.6	as contracts of adhesion, 3.6
401(k) plans, 14.11–14.12, 14.13	insurable interest and, 3.10
403(b) plan, 14.13	parties to, 3.2
457(b) plan, 14.13	group insurance policy, 1.6, 3.2

INDEX.6 | Index | Principles of Insurance

group insureds, 13.2, 13.6	health insurance products, 3.2, 12.2
group life insurance, 9.14, 14.2–14.7	disability income coverage, 12.15-12.20
beneficiaries and, 3.12	long-term care coverage, 12.20–12.23
plans for, 14.5–14.7	medical expense coverage, 12.2-12.15
policy provisions, 14.2–14.5	health maintenance organization (HMO), 12.10
group long-term disability income policies, 12.18	health reimbursement arrangement (HRA), 12.11, 12.12–12.13, <i>12.14</i>
group policyholder, 3.2, 13.2	health savings account (HSA), 12.11–12.12, 12.14
group retirement plans, 14.8–14.13	hearing, loss of, 12.17
groups	high-deductible health plan (HDHP),
nature of business for, 13.11	12.9–12.11, 12.12, <i>12.14</i>
new members in, 13.9	HMO. See health maintenance organization
size of, 13.8–13.9	holding company, 2.6, 2.7
stability of, 13.9	hospital expenses, 12.3
group short-term disability income policies, 12.18	HRA. See health reimbursement arrangement
group term life insurance, 5.7, 14.5–14.6	HSA. See health savings account
group universal life plans, 14.7	_
group variable universal life plans, 14.7	I
growth cap, 6.16	IADLs. See instrumental activities of
growth floor, 6.16	
guarantee riders, 11.2	daily living
guaranteed insurability (GI) benefit	immediate annuities, 10.4–10.5, 10.6, 10.8,
(guaranteed insurability option), 7.11	10.10, 11.2–11.6, 11.11 income benefit formula, 12.18
guaranteed insurance products, 6.15	
guaranteed issue, 12.13	income date. See annuity start date
guaranteed lifetime withdrawal benefit	income replacement benefits, 12.15 incontestability provision, 8.2, 8.4–8.6, 8.10,
(GLWB), 11.7	10.13, 14.3
guaranteed living benefit riders (GLBs), 11.6,	
11.7, 11.12	incorporation, 2.3
guaranteed minimum accumulation benefit	increasing term life insurance, 5.9, 5.13
(GMAB), 11.7	indemnity benefit method, 12.23
guaranteed minimum death benefit rider	indemnity benefits, 12.2, 12.3
(GMDB), 11.6, 11.12	indemnity contracts, 3.2–3.3 index, 10.11
guaranteed minimum income benefit	index account, 6.15
(GMIB), 11.7	index crediting rate, 6.16
guaranteed minimum interest-crediting rate,	indexed annuity. See fixed indexed annuity
6.10, 10.8	indexed universal life (IUL) insurance,
guaranteed minimum withdrawal benefit	6.15–6.16, <i>6.19</i>
(GMWB), 11.7	index performance rate, 6.16
guaranteed renewal, 12.13	India, insurance regulation in, 2.9
TT	individual annuities, 10.3, 10.12–10.13
Н	individual disability income coverage, 12.15
hazardous activities exclusion provision, 8.15	individual insurance, 1.10
HCFSA. See health care flexible spending	individual insurance company, 1.6
account	individual insurance policy, 3.2
HDHP. See high-deductible health plan	applicant's choices for, 3.5
health care flexible spending account	parties to, 3.2
(HCFSA), 12.11, 12.13, 12.14	individual life insurance policies
health insurance, 1.6, 1.8, 5.7	beneficiaries and, 3.12
health insurance policies, 3.2	provisions required in, 8.2
as aleatory contracts, 3.5, 3.6	individual retirement account, 11.14
as contracts of adhesion, 3.5, 3.6	individual retirement annuity, 11.14
as informal contracts, 3.3, 3.6	individual retirement arrangement (IRA), 11.2,
insurable interest and, 1.14–1.15	11.14
as unilateral contracts, 3.4, 3.6	individuals, contractual capacity for, 3.7–3.8
health insurance exchange, 12.13	informal contract, 3.3, 3.6, 3.11
	initial premiums, 3.9, 3.10, 4.2, 4.6, 5.9, 6.13

instrumental activities of daily living (IADLs),	insurers, 1.4, 1.5, 1.7. See also insurance
12.21	companies
insurability, evidence of, 1.14, 5.14, 6.8	intangible property, 3.11
and additional term insurance dividend	interest, 4.8–4.9
option, 9.8	policy loans and, 8.11
and annuity benefit riders, 10.13	policy withdrawals and, 8.11
and group insurance, 13.5–13.6, 13.9, 14.3,	universal life insurance and, 6.10
14.4	interest option, 9.17
reinstatement provisions and, 8.8	interest rates, 4.11
universal life insurance and, 6.13	Internal Revenue Code, Section 7702, 6.13, 6.15
and waiver of premium for payor benefit,	Internal Revenue Service, 11.14
7.4	investment earnings, 4.8–4.11, 4.12
insurability benefits, 7.2, 7.11–7.12	investment expenses, 4.7
insurable events, for dread disease benefit, 7.9	investment-linked insurance products, 2.10.
insurable interest, 1.13–1.15, 3.10, 9.10	See also variable annuities; variable life
insurable risks, 1.7–1.10, <i>1.11</i>	insurance
insurance, 1.3, 1.4–1.7	investments, 4.8-4.11, 6.10, 10.8
government's role in, 2.8–2.13. See also	investment vehicle. See funding vehicle
taxation	IRAs. See individual retirement arrangements
selling of, 2.13	IRDA. See Insurance Regulatory and
supply and demand for, 2.8	Development Authority
wagering and, 1.13	irrevocable beneficiary, 9.4, 9.5, 9.10
insurance agents, 2.13	issue age, 8.8
insurance commissioner, 2.10	IUL insurance. See indexed universal life
insurance companies, 1.7. See also insurers	insurance
contractual capacity for, 3.7–3.9	
expenses for, 4.6	J
financial condition of, 2.12	
as financial institutions, 2.4–2.8	joint mortgage life insurance, 5.11
financial models for, 4.11	joint and survivor annuity, 11.4–11.5
investment earnings for, 4.8, 4.11, 4.12,	joint whole life insurance, 6.8–6.9
6.10, 10.8	juvenile insurance policy, 7.4
nonfinancial operations of, 2.13	T 7
operating expenses for, 4.6, 4.8, 4.11	K
organization types for, 2.3–2.4	key person, 5.5–5.6
regulation of, 2.9–2.13	key person disability coverage, 12.20
taxes paid by, 4.7	key person insurance, 5.4
insurance contract. See also insurance policy	key person life insurance (key employee life
acceptance of, 3.7	insurance), 5.5, 9.10
insurance marketplace. See health insurance	msurance), 5.5, 7.10
exchange	T
insurance policies, 1.4–1.5, 3.2	\mathbf{L}
as contracts, 9.2	labor union, 13.7
policy riders and, 5.13	labor union group, 13.7
as property, 3.11–3.12	lapse, 4.7, 4.11, 6.11
provisions of, 8.2–8.14	lapse rate, 4.7
requirements for, 6.15	last survivor life insurance, 6.8, 6.9
termination of, 4.7, 8.11, 8.12	lawful purpose, 3.11
insurance producers, 2.13	law of large numbers, 1.9
insurance products, taxation and, 2.13	legal reserves. See policy reserves
insurance regulation, goals of, 2.10	legal reserve system, 4.2–4.3
Insurance Regulatory and Development	lenders mortgage insurance (LMI), 5.19n2
Authority (IRDA; India), 2.9	level premiums, 5.9
insurance riders, 7.10	level premium system, 4.12, 4.13, 6.3
insureds, 1.5, 1.7, 7.10–7.11. See also group	level premium whole life insurance, 14.7
insureds	level term life insurance, 5.9
insurer-administered group plan, 13.15	liabilities, 2.11, 2.12, 4.2

INDEX.8 | Index Principles of Insurance

liability insurance, 1.5	LMI. See lenders mortgage insurance
liability risk, 1.5	loans, payment of. See credit life insurance;
license. See certificate of authority	mortgage life insurance; policy loan
life annuity, 9.18–9.19, 11.4, 11.9	lodge system, 2.4
life expectancies, 4.4, 4.5, 4.6	longevity annuity (longevity insurance), 10.11
Life Happens, 5.5	longevity risk, 10.2, 11.2
life and health insurance companies, 1.5	long-term care insurance (LTCI), 1.6,
life income option, 9.17, 9.18–9.19	12.20–12.23
life income with period certain annuity, 11.5	long-term care (LTC) insurance benefit, 7.7, 7.9
life income with refund annuity, 11.5–11.6	long-term group disability income
life insurance, 1.6	coverage, 12.16
amount purchased, 5.5	long-term individual disability income
-	coverage, 12.15
applications for, 8.4–8.6	
in force, 2.5	loss, potential for, 1.7–1.10
loss and, 1.8	loss rate, 1.9
needs met by, 5.2–5.7	LTCI. See long-term care insurance
life insurance calculators, 5.5	LTC insurance benefit. See long-term care
life insurance companies. See also fraternal	insurance benefit
benefit societies; mutual insurance	lump-sum distribution, for deferred
companies; stock insurance	annuities, 11.2
companies	
expenditures for, 4.6–4.7	\mathbf{M}
number of, 2.8	
profit and, 2.2	major medical expense coverage, 12.3–12.6
life insurance contract. See life insurance	managed care plans, 12.2, 12.8–12.9, 12.10
policies	manual rating, 13.12
life insurance needs calculators, 5.5	market conduct examination, 2.13
life insurance policies, 3.3. See also life	market conduct laws, 2.13
insurance contract	market conduct regulation, 2.10, 2.13
as aleatory contracts, 3.5, 3.6	market-value-adjusted (MVA) annuity, 10.14
assignment of, 9.5	market value adjustment, 10.14
assignment provision in, 9.11	master group insurance contract, 13.2
cancellation of, 8.2–8.3	material misrepresentation, 8.4–8.6, 8.9, 14.3
contingent owner for, 9.13	maturity date, 6.18, 6.19. See also annuity
	start date
as contracts of adhesion, 3.5, 3.6	maximum out-of-pocket provision, 12.5–12.6
exclusions in, 8.14–8.15	McCarran-Ferguson Act, 2.9
as informal contracts, 3.3, 3.6	M&E charge. See mortality and expense
insurer's rescinding of, 8.4	risks charge
ownership rights and. See ownership	Medicaid, 12.7, 12.8
rights	medical expense insurance, 1.6, 1.8, 12.2–12.15
requirements for, 6.13	ACA's effect on, 12.13–12.15
riders with, 7.2	traditional, 12.2–12.7
supplemental benefits with, 7.2–7.12	
surrender of, 8.12	medical supplement coverage, 12.2
termination of, 4.7	Medicare, 2.8, 12.7
transfer of, 9.8–9.12	Medicare supplement insurance policies,
as unilateral contract, 3.4, 3.6	2.8, 12.7
life insurance products, 3.2, 4.2–4.3	Medigap policies, 2.8
life only annuity, 11.4	mental capacity, contracts and, 3.8–3.9
lifestyle, 1.12	merger, 2.7
lifetime income stream, guarantee of, 10.5	military service exclusion clause, 8.15
limb, loss of, 7.7, 12.17	minimum guaranteed interest rate, 9.17, 9.18
limited-payment whole life insurance policy,	minimum participation percentages, 13.16n3
6.4–6.6	minimum participation requirements,
liquidation period. See payout period	13.9–13.10
living benefit. See accelerated death benefit	
1171115 Denomi. Dee accordated death benefit	

minors, 3.8	\mathbf{O}
as beneficiaries, 9.4	
contracts and, 3.8, 3.12n1	occupation, 1.12
misrepresentation, 8.4–8.6	offer, 3.7
misstatement of age provision, 14.4–14.5	offeree, 3.7
misstatement of age or sex provision, 8.2,	offeror, 3.7
8.9–8.10, 10.13, 14.4	Old Age Security Act (Canada), 14.14
model laws and regulation, 2.10	one-year term insurance, policy dividends and,
modified coverage whole life insurance	9.8
policy, 6.7	open contract, 8.3
modified-premium whole life insurance policy,	open enrollment period, 13.5–13.6
6.7, 6.8	operating expenses, 4.6, 4.7, 4.11
modified whole life insurance, 6.6–6.7, 6.8	operating units, 2.6
monthly deduction waiver benefit. See waiver	optional insured rider. See second insured rider
of cost of insurance benefit	optional modes of settlement. See settlement
moral hazard, 1.12, 1.16n1	options
morbidity rates, 1.10	Option A (Option 1) plan, 6.13, 6.14
morbidity tables, 1.10	Option B (Option 2) plan, 6.13, 6.14
mortality charges, 6.10, 6.11, 8.7, 8.13	Option C plan, 6.13
mortality expense, 4.12	oral statements, 3.3, 8.3
mortality and expense risks (M&E)	ordinary life insurance policy. See continuous-
charge, 11.12	premium whole life insurance policy
mortality rates, 1.9, 4.4–4.5, 4.11	original age conversion, 5.16–5.17
mortality tables, 1.9, 1.10, 4.4–4.5, 6.4	other insured rider. See second insured rider
mortgage insurance, 5.19n2	owners' equity, 2.11, 2.12
mortgage life insurance (mortgage redemption	ownership of property, 3.11–3.12
insurance), 5.10–5.11	ownership rights
multiple-employer group, 13.7	for annuities, 10.2
mutual assent, 3.6, 3.7, 3.11	beneficiary designation and, 9.2–9.5
mutual fund, 2.4	and irrevocable beneficiary designations,
mutual fund companies, 2.4	9.5
mutual insurance companies, 2.3–2.4, 2.5, 2.11,	for life insurance policies, 9.2–9.19
2.12, 9.6	policy dividends and, 9.6–9.8
MVA annuity. See market-value-adjusted	policy transfer and, 9.8–9.12
annuity	premium payment mode and, 9.5–9.6
N T	transfer of, 9.2
N	own previous occupation, 12.16–12.17
NAIC. See National Association of Insurance	D
Commissioners	P
Nasdaq 100, 6.15	paid-up additional insurance dividend option,
National Association of Insurance	9.6, 9.7, 9.8, 9.9
Commissioners (NAIC), 2.10, 2.12	paid-up additions, 9.15
necessaries, 3.12n1	paid-up additions option benefit, 7.12
net amount at risk, 6.10, 6.13, 6.14	paid-up insurance, 8.12
net cash surrender value, 8.12, 8.13	paid-up policy, 6.5–6.6, 6.13–6.14
network, 12.8	parent company, 2.6, 2.7
no-lapse guarantee, 6.11	par policy. See participating policy
noncontributory plan, 13.3, 13.10, 14.7	partial disability, 12.19
nonforfeiture options, 8.8	partial surrender provision. See policy
nonforfeiture provision, 8.6, 8.11–8.13	withdrawal provision
nonforfeiture values, guaranteed, 8.14	participating policy, 9.6
nonparticipating policy (nonpar policy), 9.6	participation rate, 6.16
nonqualified annuity, 11.12, 11.13	partners, 2.2–2.3
nonrenewable term life insurance policy, 5.15	partnership, 2.2–2.3, 5.6
	Patient Protection and Affordable Care Act (ACA), 12.13–12.15

INDEX.10 | Index Principles of Insurance

payee, 9.17, 10.3–10.4	policy provisions
payor, 7.4	actively-at-work provision, 13.4-13.5
payout factor, 11.8	for annuities, 10.12–10.14
payout options. See annuity options	assignment provision, 9.11–9.12
payout period, 10.4	aviation exclusion provision, 8.15
payout schedule, 11.9	for cash value policies, 8.10–8.13
payroll, costs of, 4.6	change of ownership provision, 9.12
PCP. See primary care provider	dividends provision, 10.13
pension, 14.11–14.12	eligibility provisions, for group insurance
pension plans, 14.11–14.12	policies, 13.4–13.6
per diem method. See indemnity	entire contract provision, 8.2,
benefit method	8.3–8.4, 10.12
period certain, 11.3	free-look provision, 8.2–8.3, 10.12
period certain annuity. See fixed	grace period provision, 8.2, 8.6–8.7, 14.2
period annuity	group life insurance, 14.2–14.5
period certain guarantees, 11.9	hazardous activities exclusion
periodic income payments. See annuity	provision, 8.15
payments	incontestability provision, 8.2, 8.4–8.6,
permanent life insurance. See cash value life	8.10, 10.13, 14.3
insurance	maximum out-of-pocket provision,
personal property, 3.11	12.5–12.6
personal risk, 1.5	misstatement of age or sex provision, 8.2,
physical hazard, 1.12	8.9–8.10, 10.13, 14.4
physical inpairment, 12.20–12.21	misstatement of age provision, 14.4–14.5
physicians' expenses, 12.3	nonforfeiture provision, 8.6, 8.11–8.13
plan administrator, 14.10	policy loan provision, 8.10–8.11
plan document, 14.9	reinstatement provision, 8.2, 8.8–8.9
plan participant, 14.8	renewal provision, 5.14
plan sponsor, 14.8	settlement options provision, 9.16
PMI. See private mortgage insurance	suicide exclusion provision, 8.14–8.15
point-of-service (POS) plan, 12.10	withdrawal provision, 10.13
	policy reserves, 2.11, 4.2–4.3, <i>4.7</i>
policy. See insurance policies; policy listings	
policy anniversary, 5.7	for annuities, 10.2
policy benefits, 1.4, 5.2. See also benefits	distribution of, 10.3
amount of, 1.8	reinstatement and, 8.8
taxation of, 5.3 use of, 5.2–5.7	policy riders, 5.13, 7.2
	policy term, 5.7
policy date, 5.7	policy withdrawal provision, 8.11
policy dividends, 2.3, 9.6–9.8	policy withdrawals, 8.10–8.11
declared but unpaid, 9.15	pool of money method, 12.22
rights and, 9.2	portability provision, 14.4
policy fee, 6.11	portable coverage, 12.12, 14.4
policyholder, 13.2, 13.15	POS plan. See point-of-service plan
policy loan provision, 8.10–8.11	PPO. See preferred provider organization
policy loan repayment dividend option, 9.6, 9.7	preference beneficiary clause, 9.13–9.14
policy loans, 6.2, 6.11, 8.10–8.11	preferred premium rates, 1.13
cash surrender value and, 8.12	preferred provider organization (PPO), 12.10
outstanding, 9.16	preferred risk, 1.13
universal life insurance and, 8.11	premium charges, for supplemental
policyowner, 1.5, 1.7, 3.2, 3.12, 9.12–9.13	benefits, 7.8
policyowner-insured, 1.5	premium payments
policy proceeds, 9.2, 9.4	modes of, 9.5–9.6
calculating, 9.15–9.16	rights and, 9.2
determining payee for, 9.13–9.15	universal life insurance and, 6.11
paid under settlement options, 9.16–9.19	premium rates, 1.10–1.13, 4.3, 4.12
rights to, 9.13–9.19	characteristics of, 4.4
withdrawal of, 9.17, 9.18	establishing, 4.3–4.11
	for second-insured rider, 7.11
	term life insurance policies and, 5.14–5.18

	_
premium reduction dividend option, 9.6, 9.7	R
premium refunds, 13.14	rate of return, 4.10–4.11
premiums, 1.4, 4.2. <i>See also</i> premium rates annual, 4.3	real property, 3.11
back, payment of, 8.8	reduced paid-up insurance, 8.11
due and unpaid, 9.16	reduced paid-up insurance nonforfeiture
endowment insurance and, 6.19	option, 8.8, 8.12–8.13
for group insurance, 13.13–13.15	refund annuity. See life income with refund
initial, 3.9. See also initial premiums	annuity
level, 4.12, 5.9. See also level premium	regular IRA. See traditional individual
listings	retirement arrangement
misstatement of age or sex and, 8.9-8.10	regular occupation, 12.16
paid in advance, 9.16	regulation, 2.8, 2.9–2.13, 6.15
payment periods for, with whole life	reimbursement benefits, 12.3
insurance, 6.4–6.6	reimbursement method, 12.23
renewal, 3.9. See also renewal premiums	reinstatement, 8.8–8.9, 8.15
universal life insurance and, 6.12,	reinstatement provision, 8.2, 8.8–8.9
6.13–6.14	reinsurance, 1.10
variable universal life insurance and, 6.18	reinsurer, 1.10
waiver of, for disability, 7.2–7.4 prescription drug coverage, 12.7	renewability, value of, to insurers, 5.18
presumptive disability, 12.17	renewable/convertible term insurance
preventive care, 12.15	policies, 5.15
primary beneficiary, 9.2–9.4	renewable term insurance policy, 5.14–5.15
primary care physician. See primary care	renewal premiums, 3.9, 4.2, 5.7, 5.9, 5.10 administrative costs and, 9.6
provider	dividends applied to, 9.7
primary care provider (PCP), 12.8	payment modes for, 9.5
principal, 4.8–4.9, 10.8	universal life and, 6.13
private mortgage insurance (PMI), 5.19n2	renewal provision, 5.14
probability, 1.9	reserves, 4.2–4.3
probationary period, 13.4, 13.5	endowment insurance and, 6.19
producers, 2.13, 4.6	universal life policies and, 6.10
product development, costs of, 4.6	whole life insurance and, 6.4
professional association, 13.8	retirement age, 14.14
profit, 2.2	retirement plans, 5.7
profit sharing plans, 14.11, 14.12–14.13 promotion costs, costs of, 4.6	return of premium (ROP) term insurance,
property, 3.11–3.12	5.17–5.18
property and casualty insurance. See property	revenue, 2.2
insurance	revocable beneficiary, 9.4–9.5
property/casualty insurance (P&C)	revocation, right of, 9.4
companies, 1.5	right of revocation, 9.4
property damage risk, 1.5	risk, 1.2
property insurance, 1.5	acceptance of, 1.2, 1.3–1.4
property insurance companies, 1.10	assessment of, 1.10–1.13
property and liability insurers. See property/	avoidance of, 1.2–1.3, 1.4 classification of, 1.12–1.13
casualty insurance companies	control of, 1.2, 1.3, 1.4
provincial governments, 2.9	declined, 1.13
prudential regulation. See solvency regulation	identification of, 1.3, 1.12
public employee association, 13.8	insurable, 1.7–1.10, <i>1.11</i>
pure risk, 1.2	liability, 1.5
	longevity, 10.2
Ų	personal, 1.5
QHPs. See qualified health plans	preferred, 1.13
QPP. See Quebec Pension Plan	spread of, 1.10
qualified annuity, 11.12, 11.13	standard, 1.12
qualified health plans, 12.13	substandard, 1.13
qualified medical expenses, 12.11	transfer of, 1.2, 1.3, 1.4
qualified retirement plan, 14.8–14.13	risk class, 1.12–1.13
Quebec Pension Plan (QPP), 14.14	risk management, 1.2–1.4, 1.7–1.15

INDEX.12 | Index Principles of Insurance

risk pooling, 1.7	single-premium deferred annuity (SPDA),
risk selection. <i>See</i> underwriting ROP term insurance. <i>See</i> return of premium	10.6, 10.7 single-premium immediate annuity (SPIA),
term insurance	10.6, 10.7, 11.8
Roth contribution feature, 14.12	single-premium paid-up additions, 7.12
Roth individual retirement arrangement	single-premium whole life insurance
(Roth IRA), 11.14, 11.15	policy, 6.6
C	social insurance programs, 2.8
S	Social Security, 14.13–14.14 sole proprietorships, 2.2, 2.3, 5.6
savings incentive match plan for employees	solvency regulation, 2.10–2.13
(SIMPLE) IRAs, 14.13	solvent, 2.10–2.13
SEC. See Securities and Exchange	SPDA. See single-premium deferred annuity
Commission	special class rate. See substandard
secondary beneficiary. See contingent	premium rate
beneficiary	special class risk. See substandard risk
second-to-die life insurance. See last survivor	speculative risk, 1.2
life insurance	speech, loss of, 12.17
second insured, 7.10–7.11 second insured rider, 7.10–7.11	S&P 500. See Standard & Poor's 500
Section 7702 corridor, 6.15	SPIA. See single-premium immediate annuity
Securities and Exchange Commission	spouse and children's insurance rider, 7.10
(SEC), 2.10	spouse insurance rider, 7.10
securities firms, 2.4	SROs. <i>See</i> self-regulatory organizations Standard & Poor's (S&P) 500, 6.15, 10.11
securities laws, federal, 6.17, 6.18. See also	standard premium rates, 1.12
Dodd-Frank Wall Street Reform and	standard risk, 1.12
Consumer Protection Act	state governments, 2.9
security, 2.4	state insurance code, 2.9–2.10
segregated account. See separate account	state insurance department, 2.9–2.10
selection against the insurer. See antiselection	statutory reserves. See policy reserves
self-administered group plan, 13.15	stock, 2.3, 4.10
self-regulatory organizations (SROs), 2.10	stock corporation, 2.3
separate account, 6.17, 10.9	stock dividends, 4.10
SEP IRA, 14.13 service fee, 11.12	stockholder, 2.3
settlement	stockholder dividend, 2.3
irrevocable mode of, 9.17	stock insurance companies, 2.3, 2.5, 2.11,
revocable mode of, 9.17	2.12, 9.6 stop-loss provision. See maximum out-of-
settlement options, 9.16–9.19	pocket provision
group life insurance, 14.5	straight life annuity. See life only annuity
rights and, 9.2	straight life insurance policy. See continuous-
settlement options provision, 9.16	premium whole life insurance policy
sex, misstatement of, 8.2, 8.9–8.10	subaccounts, 6.17, 6.18, 10.9, 11.10, 11.12
sex-distinct mortality tables, 4.5	subscribers, 12.10
shareholder. See stockholder	subsidiaries, 2.6, 2.7
shares, 2.3 short-term group disability income	substance abuse, 1.12
coverage, 12.15	substandard premium rate, 1.13
short-term individual disability income	succession beneficiary clause. See preference
coverage, 12.15	beneficiary clause
SIFIs. See systemically important financial	successor beneficiary. <i>See</i> contingent beneficiary
institutions	successor payee. See contingent payee
sight, loss of, 7.7	suicide exclusion provision, 8.14–8.15
simple interest, 4.8	superintendent of insurance. See insurance
simplified employee pension (SEP), 14.13	commissioner
simultaneous death act, 9.14–9.15, 9.19n2	supplemental benefit riders, 10.13
single-employer group, 13.7	supplemental benefits, 7.2
single life annuity. See life only annuity	supplemental disability benefits, 7.2-7.5, 12.19
single-premium annuity, 10.6	supplemental service providers, 12.8

suppliers, 2.6	United Kingdom
surgical expenses, 12.3	group term life premiums in, 14.6
surplus, 2.11, 9.6	medical expense insurance coverage in, 12.2
surrender benefit. See cash surrender value	United States, insurance regulation in,
surrender charge, 8.12, 10.13-10.14, 11.12	2.9–2.13
surrender value, 10.14. See also cash surrender	universal life (Canada), 6.18
value	universal life (UL) insurance, 6.10-6.16, 6.19,
survivor benefit. See death benefit, for	7.3–7.4, 8.13
annuities	flexibility features of, 6.12–6.14
survivor income benefit, 5.12. See also family	grace period and, 8.7
income coverage	lapse and, 6.11
survivorship clause, 9.14–9.15	operation of, 6.11, 6.12
survivorship life insurance. See last survivor	periodic statements with, 6.15
life insurance	policy loans and, 6.11
systemically important financial institutions	policy provisions with, 8.11
(SIFIs), 2.11	premium payments and, 6.11
(811 18), 2.11	reserves and, 6.10
T	sales of, 6.3
1	universal life plans, 14.7
taxation, 2.8, 2.13	users, 2.6
cash value life insurance and, 6.2	usual, customary, and reasonable (UCR)
endowment insurance and, 6.19	fee, 12.4
group term life insurance and, 14.6	UTMA. See Uniform Transfers to Minors Act
last survivor life insurance and, 6.9	OTMA. See Official Transfers to Willors Act
term to age 65, 5.8	T 7
terminal illness (TI) benefit, 7.7, 7.8	\mathbf{V}
term life insurance, 1.6, 4.12, 4.13, 5.2,	valid contract, 3.7, 3.8, 3.11, 9.15
5.7–5.18, 6.2, 9.8	valued contract, 1.8, 3.3
benefits payable under, 5.8–5.13	variable annuities, 2.10, 10.7, 10.9–10.10, 11.7,
cash value and, 5.8	11.8, 11.10–11.11
family policies and, 6.9	variable deferred annuities, 10.9–10.10, 11.7,
features of, 5.13–5.18	11.12
newborn children and, 6.9	variable deferred annuity riders, 11.6–11.7
plans of, 5.8–5.13	variable life (VL) insurance, 2.10, 6.3,
product characteristics of, 5.7–5.8	6.16–6.17, 6.19
sales of, 5.8, 6.3	variable universal life (VUL) insurance,
temporary coverage and, 6.8	6.3, 6.17, 6.18, 6.19, 7.3–7.4
third-party policies, 1.5, 1.7, 1.14, 9.12–9.13	variable universal life plans, 14.7
TI benefit. See terminal illness benefit	vested interest, 9.4–9.5
tobacco use, 1.12, 4.5	vesting requirements, 14.10
total disability, 7.3, 7.4, 7.5, 12.16–12.17	vision care coverage, 12.7
	VL insurance. See variable life insurance
trade association, 13.8 traditional individual retirement arrangement	voidable contract, 3.7, 3.8, 3.9, 3.12n1
(traditional IRA), 11.14, 11.15	void contract, 3.7, 3.8, 3.9, 9.15
travel accident benefit, 14.6	VUL insurance. <i>See</i> variable universal
travel insurance, 5.7	life insurance
traver insurance, 3.7	me msurance
U	\mathbf{W}
U	VV
UCR fee. See usual, customary, and	wagering, insurance and, 1.13, 3.9-3.10
reasonable fee	waiting period, 7.3. See also elimination period
UL insurance. See universal life insurance	for annuities, 11.7
underwriters, 1.10	long-term care insurance benefit and, 7.9
underwriting, 1.10-1.13, 13.6-13.11	waiver of cost of insurance benefit, 7.3-7.4
underwriting guidelines, 1.12	waiver of premium for disability (WP) benefit,
unearned premiums paid in advance, 9.16	7.2–7.4, 7.5
Uniform Transfers to Minors Act (UTMA), 9.4	waiver of premium for disability benefit rider,

10.13

unilateral contract, 3.3, 3.4, 3.6

unisex mortality tables, 4.5

INDEX.14 | Index Principles of Insurance

waiver of premium for payor benefit, 7.2, 7.4, 7.5
war exclusion clause, 8.15
whole life insurance, 6.3–6.9
covering more than one insured, 6.8–6.9
modified, 6.6–6.8
premium payment periods for, 6.4–6.6
sales of, 6.3
will, 5.3–5.4
withdrawal provision, 10.13
WOP benefit. *See* waiver of premium for disability benefit
WP benefit. *See* waiver of premium for disability benefit
written contracts, 3.3

Y

yearly renewable term (YRT) insurance, 14.5, 5.15, 5.16