

HSA Hospital Confinement Plan¹

Voluntary protection to help pay out-of-pocket hospital expenses

The HSA Hospital Confinement Plan (HCP) is a voluntary product offered by Saegis Benefits that pays the selected plan benefit amount directly to covered employees who go to the hospital for a covered sickness or accident, subject to the policy limitations and exclusions. The plan can help employees pay deductibles and other out-of-pocket medical expenses.

Employees who have a high-deductible health plan, such as Blue Options HRA^{SM,2} or Blue Options HSA^{SM,3}, will find the HSA Hospital Confinement Plan is ideal for the first 1–2 years after enrollment, when they may not have had an opportunity to save enough funds. The plan provides a safety net for hospitalization, giving employees the peace of mind they need.

The HSA Hospital Confinement Plan is underwritten by USABLESM, Life and provides hospital confinement indemnity coverage. Policies of this category are designed to provide, to persons insured, coverage in the form of a fixed daily benefit during periods of hospitalization resulting from a covered accident or sickness, subject to any limitations set forth in the policy.

Such policies do not provide any benefits other than the fixed daily indemnity for hospital confinement and any additional benefits described. **Please read the other side for Coverage Highlights, exceptions and limitations and other important information about the HSA Hospital Confinement Plan.**

HSA Hospital Confinement Plan Benefits	Plan 1	Plan 2	Plan 3
Daily hospital confinement Pays a daily benefit for inpatient hospital confinement due to a covered accident or sickness. <i>Maximum 180 days per confinement</i>	\$50 per day	\$100 per day	\$200 per day
Annual hospital admission rider Pays an annual benefit if the insured person is admitted to a hospital and confined as a resident bed patient because of a covered accident or sickness. <i>This benefit is payable only once per calendar year for each insured person.</i>	\$500	\$750	\$1,000
Hospital intensive care confinement rider Pays a daily benefit when an insured person is confined in a hospital intensive care or coronary care unit, due to a covered injury or sickness. <i>Limited to 30 days for any one period of confinement.</i>	\$200	\$400	\$600
Emergency accident rider Pays the charges incurred, up to the maximum selected, if the insured person is injured in a covered accident and received treatment in a hospital emergency room, physician's office, or standalone emergency center within 72 hours after the accident. <i>Benefit is paid two (2) times per calendar year per insured person, except for dependent children. The maximum number of visits for all dependent children combined is two (2) visits per calendar year.</i>	Maximum \$100 per covered accident	Maximum \$250 per covered accident	Maximum \$500 per covered accident



Get details about the HSA Hospital Confinement Plan today! Call 1-888-723-4476.



Coverage Highlights

This brochure is not the insurance contract or an outline of coverage and provides a very brief description of the important features of the coverage. The actual policy provisions will control. READ THE POLICY CAREFULLY.

Renewability and Continuation

The HCP Plan and riders are guaranteed renewable during the insured person's lifetime. The company may change the established premium rate, but only if the rate is changed for all policies and riders like those of the insured within his state. This coverage will not be issued to anyone 65 years of age or over. If the insured purchases the HCP and/or riders prior to his 65th birthday, he may continue coverage after age 65, except the disability rider, as long as he continues to pay the premium by the due date or during the 31 days that follow. Covered dependents who no longer meet eligibility requirements, may convert to a comparable individual HCP without evidence of insurability. A spouse can continue coverage under this policy upon the death of the insured.

Exceptions & Limitations

The policy pays only for loss resulting from a covered sickness or accident as defined in the policy. It DOES NOT cover loss due to:

- War or any act of war, declared or undeclared
- Intentional self-inflicted injury or attempted suicide
- Being engaged in an illegal occupation or felony
- Routine physicals
- Custodial, intermediate care, or rehabilitative confinement
- Mental, nervous, or emotional disorder without organic origin
- Alcoholism or drug addiction
- The use of alcohol or drugs, unless taken as prescribed by a physician
- Dental, elective, or cosmetic surgery or treatment, except as a result of a covered injury or congenital defect of a newborn child
- Hernia, tonsils or adenoids during the first six months of coverage, unless treated on an emergency basis
- Well-baby care
- Voluntarily acting as an organ donor

Pre-existing conditions

Benefits will not be paid for pre-existing conditions during the first 12 months the coverage is in force. A "pre-existing condition" means a sickness or injury which was diagnosed or treated within twelve months before the effective date of coverage, or a pregnancy existing on the effective date of coverage. After the coverage has been in force for 12 months, the plan will pay benefits for any pre-existing condition not specifically excluded.

Coverage effective date

"Effective date" means the date shown on the Policy Schedule page for all persons accepted for coverage at the time of issue, provided the application has been accepted and approved by USABLE Life; the policy is issued; and the first premium has been paid; or the date shown by endorsement for all persons added to coverage after the policy has been issued. The effective date is assigned by the Employer in accordance with the policy dating rules in effect at the time the policy is issued. The coverage provided by the policy will not be effective unless there has been no change since the date of the application and the effective date of the policy in the health of any proposed insured person listed on the application.

USABLE Life will mail the policy and purchased riders to members. If the policy is not received, please call USABLE Life's Customer Service Department at 1-800-370-5856.

1 Underwritten by USABLE Life. USABLE Life does not offer Blue Cross and/or Blue Shield products or services. Blue Cross and Blue Shield of North Carolina (BCBSNC) and USABLE Life are not affiliated companies. Saegis Benefits is an authorized agency of BCBSNC.

2 Blue Options HRA pairs a PPO health plan with an employer-funded health reimbursement arrangement (HRA) for out-of-pocket expenses.

3 Blue Options HSA combines a high-deductible health plan and a health savings account (HSA). BCBSNC does not administer the HSA and is not affiliated with the HSA custodian or administrator. The HSA custodian is The Bank of New York Mellon.

BCBSNC is an independent licensee of the Blue Cross and Blue Shield Association. ®, SM Marks of the Blue Cross and Blue Shield Association. © 1 Mark of USABLE Life. SB-HCP(4-09)

U6256, 11/10