

**FOR DEPENDENTS' GROUP TERM LIFE  
(IF YOU ENROLL FOR THIS COVERAGE)**

The Accelerated Life Benefit provides a lump sum payment to you, at your request on behalf of a dependent, of that Dependent's Group Term Life Insurance if your covered dependent has a diagnosed Terminal Condition.\*\*

The amount of the payment will reduce that Dependent's Group Term Life Insurance amount to zero, and no benefit will be payable at your Dependent's death. See your benefits book for complete details.

**ACCELERATED LIFE BENEFIT DISCLOSURE:**

The Accelerated Life Benefit offered under your Group Term Life Insurance coverage and under the Dependents' Group Term Life Insurance coverage is intended to qualify for favorable tax treatment under the Internal Revenue Code of 1986. If the Accelerated Life Benefit qualifies for such favorable tax treatment, the benefits will be excludable from your income and not subject to federal taxation. Tax laws relating to the Accelerated Life Benefit are complex. You are advised to consult a qualified tax advisor about the circumstances under which you could receive the Accelerated Life Benefit excludable from income under federal law. Receipt of the Accelerated Life Benefit payment may affect your or your Dependent's eligibility for public assistance such as medical assistance (Medicaid), Aid to Families with Dependent Children (AFDC), Supplementary Social Security Income (SSI), and drug assistance programs. You are advised to consult with a qualified tax advisor and with social service agencies concerning how receipt of such payment will affect your or your Dependent's eligibility for public assistance.

The following coverages are fully insured by Fort Dearborn Life Insurance Company®:

**BASIC GROUP TERM LIFE  
OPTIONAL GROUP TERM LIFE  
DEPENDENTS'  
GROUP TERM LIFE**

\* Certain limitations apply to Optional Group Term Life and Dependents' Term Life coverages. Descriptions and limitations of these coverages are provided in the Group Term Life Insurance and Optional Coverages Benefits Book.

\*\* Evidence of Insurability (EOI) means that you must provide medical information (which may include medical records and a physical exam) that requires review and approval by Fort Dearborn Life Insurance Company before coverage becomes effective. The effective date of coverage will be later than the approval date. For EOI applications from ERS, call ERS toll free at (877) 275-4377 or in Austin at (512) 867-7711 or go to [www.ers.state.tx.us/insurance/forms](http://www.ers.state.tx.us/insurance/forms). Send to FDL at the address shown on the EOI form.

\*\*\* Terminal Condition means a non-correctable health condition that, with reasonable medical certainty established by medical evidence based on objective clinical findings using current American Medical Association guidelines, will result in death within twelve months from the date of the Physician's Statement.

ERS Website: [www.ers.state.tx.us](http://www.ers.state.tx.us)

FDL Phone Number: 1-800-778-2281

Evidence of Insurability  
Phone Number: 1-800-451-0271



**FORT DEARBORN LIFE  
Insurance Company®**

Fort Dearborn Life Insurance Company®,  
a Member of the Preferred Financial Group

0007.871.0606



## TEXAS EMPLOYEES GROUP BENEFITS PROGRAM

### Group Term Life Insurance and Optional Coverages Brochure for Retirees

*This brochure is for information purposes only and does not constitute a contract.*

This brochure provides a brief summary of coverages available to eligible Retirees.

BASIC GROUP TERM LIFE  
OPTIONAL GROUP TERM LIFE  
DEPENDENTS'  
GROUP TERM LIFE  
ACCELERATED LIFE BENEFIT

#### BASIC GROUP TERM LIFE\*

The following coverage is available to you at no cost when you enroll in a Group Benefits Program health plan at retirement.

- \$2,500 Basic Group Term Life.

The Basic Group Term Life coverage includes a Conversion Privilege.

#### OPTIONAL GROUP TERM LIFE\*

You may be eligible for more insurance coverage.

If Election I is in effect on the date you retired, you may continue Election I after retirement. If Election II, III, or IV is in effect on the date you retire, you may elect to continue Election I or Election II. If you do so, Election I or Election II are subject to age-based benefit reduction factors if you turn age 70 after the date of your retirement. (However, the amount will not decrease below \$10,000.) The premiums you pay for this coverage are based on your age on September 1 of each year. Any reduction in the amount of coverage may be converted to an individual whole life policy with Fort Dearborn Life.

If any of the Optional Group Term Life Elections are in effect on the date you retired, you may enroll in Minimum Optional Life. The amount of life insurance is \$10,000 and Evidence of Insurability\*\* is not required.

If you were not enrolled in Optional Group Term Life on the date you retired, you may be eligible to enroll in Minimum Optional Life:

- At the time of your retirement; or
- During Summer Enrollment; or
- At the time of a Qualifying Life Event.

The amount of life insurance is \$10,000 and Evidence of Insurability\*\* is required.

The Minimum Optional Life benefit is not subject to future age-based reductions. The premiums you pay for this coverage are not based on age.

At retirement, any Optional Group Term Life Insurance amount you do not retain as group coverage may be converted to an individual whole life policy with Fort Dearborn Life.

You may reduce your Optional Group Term Life Insurance coverage (Election I or II) to a lesser amount at any time. However, once your Optional Group Term Life coverage is reduced or canceled, it cannot be increased or reinstated.

#### EXCLUSIONS

The Retiree Optional Group Term Life Insurance and the Dependents' Group Term Life Insurance benefits contain a two-year suicide exclusion.

#### DEPENDENTS' GROUP TERM LIFE\*

As a Retiree who had Dependent Life coverage prior to retirement, you may select coverage for your eligible spouse and all eligible dependent children as follows:

- \$2,500 Dependents' Group Term Life.

If you were not enrolled for Dependent Life coverage immediately prior to your retirement, you may apply through the Evidence of Insurability\*\* process to add Dependent Life coverage.

#### ACCELERATED LIFE BENEFIT

Accelerated Life Benefit is included with Basic and Optional Group Term Life coverage and Dependents' Group Term Life coverage.

#### FOR BASIC AND OPTIONAL GROUP TERM LIFE

The Accelerated Life Benefit provides a lump sum payment to you, at your request, of a percentage of your Group Term Life coverage if you have a diagnosed Terminal Condition.\*\*\*

The amount of your Group Term Life coverage will be reduced by the amount of any Accelerated Life Benefit payment which is made. The remaining coverage amount (if any) will be the amount payable to your designated beneficiary upon your death. See your benefits book for complete details.

