

Health and Life Comprehensive Exam (Fall 2024) questions and answers A+ score assured

TSA's are tax-sheltered retirement programs for employees of all the following kinds of organizations, except:

A

Educational

B

Religious

C

Corporations

D

Charitable - ✓✓ANSW✓✓C.

TSA's / 403(b)s are qualified retirement plans for non-profit organizations. An organization that is incorporated would not be suited for a TSA.

Under a credit health policy, what is the maximum amount of any accidental death benefit included?

A

\$50,000

B

Double the amount of the original indebtedness

C

The amount of outstanding indebtedness at any given time

D

None of the answers listed - ✓✓ANSW✓✓C.

Since the objective of credit insurance is to pay off the outstanding debt in case of the insured's disability or accidental death, the accidental death benefit cannot exceed the amount of outstanding debt at any given time.

Under Optional Provision 'Unpaid Premiums', when premiums are unpaid at the time a claim is submitted, the insurer may:

A

Deduct unpaid premiums from benefits before paying the claim

B

Charge interest on any overdue premiums due at the time of the claim

C

Deny the claim because the policy has actually lapsed due to unpaid premiums

D

Require the unpaid premium be paid before allowing any claim to be processed - ✓✓ANSW✓✓A.

Optional Provision 'Unpaid Premiums' states that if any premium are unpaid when a claim is submitted, the unpaid premium may be deducted from the claim amount before it is paid.

Under the Legal Actions Mandatory Uniform Provision, an insured must wait at least _____ days after providing proof of loss before he or she can take legal action against the insurer.

A

60 days

B

180 days

C

45 days

D

90 days - ✓✓ANSW✓✓A.

An insured must allow a reasonable passage of time for an insurer to live up to its contractual obligations. In this case, reasonable is 60 days.

Under what circumstances do major medical policies usually provide for restoration of benefits?

A

Under no circumstances do major medical policies provide restoration of benefits

B

Restoration of benefits must occur every policy anniversary regardless of the amount of benefits exhausted

C

Restoration usually occurs after a specified dollar amount of benefits has been exhausted and after the insured has proven insurability

D

Anytime benefit limits have been exhausted -
✓✓ANSW✓✓C.

Generally, in a Major Medical Policy, the restoration of benefits provision will restore lifetime maximums after a stated dollar amount has been reached. The insured usually must prove insurability. Major Medical Policies typically don't operate as commercial insurance policies, as commercial insurer's generally restore benefits with each policy anniversary.

Under Workers' Compensation, a disability that is a permanent physical impairment leaving the individual incapable of performing the previous regular occupation, but capable of performing some other type of work, is a:

A

Permanent partial disability

B

Temporary disability

C

Recurrent disability

D

Residual disability - ✓✓ANSW✓✓A.

A permanent partial disability is one that is defined under Workers' Compensation law as a permanent physical impairment rendering the person unable to do previous regular job duties but allowing other job duties, resulting in a partial loss of earning power.

Unless revoked or suspended, an insurance producer license will remain in effect for: