



## USBA Wise Choice Generation 3<sup>SM</sup> Group Blended Life Insurance Plan



**USBA Wise Choice Generation 3<sup>SM</sup> Group Blended ... a whole new way to look at life insurance.**

First there was term life insurance, then came whole life. Now there's **Generation 3** ... combining the best of both term and whole life insurance. **Generation 3** is a combination policy blending whole life, decreasing term, and paid-up additional insurance. It gives you level coverage (the benefit amount doesn't decrease), with premiums designed to remain level for life!

How the **Generation 3** Plan Works: You choose the amount of coverage that best meets your needs ... from \$25,000 to \$400,000. Coverage is issued in \$1,000 increments. **Generation 3** offers you the best of both

worlds - the lower premiums of a term policy and the security of a whole life plan. The exact combination of whole life coverage and decreasing term protection is based on your age on the date insurance becomes effective. Typically, the coverage begins with 6% whole life coverage and 94% decreasing term coverage.

Premiums are also based on your attained age at entry into the plan and are expected to remain level as long as your coverage stays in effect. You cannot be singled out for a rate increase; your premiums may be increased only if they are increased for all insureds under the Group Policy.

Once issued, your total coverage amount remains level so long as your premiums are paid. Dividends as may be declared are used to purchase paid-up Whole Life additions. The Term portion of your coverage decreases as these Whole Life additions accumulate. Should no dividend emerge in any plan year, the amount of decreasing term coverage remains the same.

Check around and compare the cost. Right now, our **Generation 3** plan can give you the advantages of permanent lifetime protection at a fraction of the cost of a traditional whole life policy. And later, when you're older, the cost can be substantially less than term coverage.

*Note: This plan is not currently available in New York.*

### FEATURES

**Guaranteed Renewable - Generation 3** coverage is guaranteed renewable. Neither New York Life nor USBA has the right to cancel the plan. This means that you may continue your coverage regardless of your age so long as you pay the premiums when due.

**Minimum/Maximum Coverage** - Request a minimum of \$25,000 up to a maximum of \$400,000 of **Generation 3** coverage. The overall maximum amount of coverage available under all USBA Group Life Plans is \$650,000.

**Cash Value & Loans** - The whole life portion of your **Generation 3** coverage accumulates a small cash value which you may borrow against. Complete cash value tables are provided in your Certificate. For information on loans, please contact USBA at (800) 368-7021.

**30-Day Unconditional Promise** - Once your application has been approved, you'll be issued a Certificate of Coverage ... and if you're not completely satisfied with the provisions of your coverage, you can return it within 30 days, without claim, for a prompt and full refund. No questions asked!

**\$15,000 Emergency Death Benefit** - You won't find many other competing plans offering this benefit. Your spouse beneficiary may qualify for an immediate emergency payment of up to \$15,000 on telephone notification of your death. This benefit is very helpful and greatly appreciated at a very difficult time. *Some restrictions may apply, contact USBA for details.*

**No War Clause** - Unlike many other life insurance plans, the **USBA Generation 3** plan does pay benefits for combat-related deaths.

#### **Limitations:**

- **Area of Armed Conflict** - (This limitation does not apply to: insured members who are on active military duty, including the National Guard & Reserve; death due to accident or illness; or to any coverage amount in force with USBA prior to 1/1/07.) If your death results from hostilities in an "Area of Armed Conflict," the aggregate maximum benefit payable under all USBA Group Life Plans will be limited to \$100,000. *(Note: Please contact USBA for a listing of the geographic areas currently designated as an "Area of Armed Conflict." See your Certificate of Insurance for further details.)*

**Military Flyers** - Military flyers are fully covered at the same rates as non-flyers.

**POW/MIA Protection** - If the D.O.D. lists you as a prisoner of war or as missing in action, USBA will pay premiums for all your USBA-sponsored Group Life Insurance in effect at that time. USBA will continue to pay these premiums on your behalf as long as your POW/MIA status continues or until your coverage would otherwise end.

**Beneficiary** - You may choose anyone you wish as the beneficiary of your Generation 3 coverage and you may change your beneficiary at any time.

**Coverage you can keep** - The USBA **Generation 3** Plan may be continued after retirement or military separation. And there's no increase in premium or decrease in coverage, just because you retire or separate. Veterans and Federal employees also qualify for USBA coverage.

**Individual Certificate** - This section outlines the principal provisions of the **USBA Generation 3** Plan. Complete details are in Group Policy G-10649 (Policy Form GMR) issued to USBA by New York Life. Each Member receives a certificate which summarizes policy provisions affecting his or her insurance.

**The Company Behind the Plan** - This plan is underwritten by New York Life Insurance Company ... one of the oldest and largest life insurance companies in America.

## OPTIONS

### Optional Children's Term Life Coverage

USBA Children's Coverage is low-cost term insurance designed to protect your eligible children (unmarried children age 14 days through 22 years) who are not eligible for USBA Membership. Adopted/foster/stepchildren must be dependent on the member for over 50% of their support. If both parents are insured with USBA coverage, only one parent may request Children's Coverage.

Each \$25,000 of **USBA Generation 3** coverage which you request allows you to apply for one unit of Children's Coverage. The maximum is four units.

The monthly premium is just \$1.50 per unit - and each unit covers all of your eligible children. In other words, the number of units determines only the amount of insurance on each child - not the number of children insured. And, the older your kids get, the more protection USBA Children's Coverage provides.

Children's coverage can continue as long as premiums are paid when due, you continue to be insured under a USBA-sponsored Group Life Plan, and your children remain eligible.

### Each Unit Insures All Eligible Children by Age For the Coverage Amount Indicated

14 days to 6 months	\$1,000 per child
6 months to 2 years	\$2,000 per child
2 years to 3 years	\$4,000 per child
3 years thru 22 years	\$5,000 per child

### Optional AD&D Coverage

You can add \$40,000 of Accidental Death and Dismemberment (AD&D) to your USBA-sponsored Group Life coverage for \$2.00 per month. This optional coverage is available to Members, Spouses and Associate Members. (Children must be age 18-22 to qualify for Associate Membership.)

**AD&D Benefit** - The full coverage amount – \$40,000 – is payable for accidental loss of life, the loss of both hands or feet, the sight of both eyes, or any two of the preceding. Half the coverage amount – \$20,000 – is payable for the loss of one hand or foot or the sight of one eye.

The loss must be the direct result of a covered accident that occurs while coverage is in force and within 90 days of the accident. Loss of a hand or foot means severance at or above the wrist or ankle. Loss of sight means total and permanent loss. No more than \$40,000 will be paid for all losses from any one accident.

AD&D coverage ends on the June 1st following the insured's 66th birthday or earlier if the insured ceases to be insured under a USBA-sponsored Group Life Plan.

**Exclusions** - AD&D benefits are not provided for losses due to air travel, unless the insured is riding solely as a passenger. Other exclusions include losses due to war; insurrection; riot; terrorist activity; commission of a felony or assault; illegal use of drugs, hallucinogens, etc.; use of alcohol; sickness or disease or its medical or surgical treatment; intentionally self-inflicted injuries; or suicide. AD&D benefits may not be denied due to suicide if insane, unless it can be shown that the insured intended to commit suicide at the time coverage was requested.

## FAQs

**Q1. At this price, how can USBA offer the advantages of both Term and Whole Life without the disadvantages of either type of insurance?**

**A1.** **Generation 3** is blended life coverage. It combines traditional Whole Life insurance and Decreasing Term insurance. As a result, you get a guaranteed death benefit and premiums designed to stay level—for life. And because of the Decreasing Term portion, you can have this protection at a fraction of the cost of traditional Whole Life coverage.

**Q2. If Decreasing Term is part of the combination, won't the amount of protection I have now decrease as I grow older?**

**A2.** No. Dividends, as declared, are used to purchase paid-up Whole Life additions. The Term portion of your coverage decreases as paid-up additions accumulate. If no dividend is declared in any plan year, your term portion stays level.

**Q3. If traditional Whole Life is the other part of the combination, will I accumulate cash value with this plan?**

**A3.** Yes. As you keep your coverage, it will begin to accumulate a small cash value. In time, you can even make loans against the cash value of **Generation 3**, should the need arise.

**Q4. If rates aren't guaranteed, can't USBA increase my premiums when I grow older or if I become an increased risk due to poor health?**

**A4.** You can never be singled out for a rate increase. Your premiums can increase only if the entire group's premiums increase.

**Q5. Are premiums higher or levels of protection less if I'm a military or commercial flyer?**

**A5.** No. You'll receive the same level of coverage at the same low cost as non-flyers. You won't have to buy additional riders or accept a reduced death benefit.

**Q6. Can USBA or New York Life ever cancel my coverage because of age or poor health?**

**A6.** No. Neither USBA nor New York Life can ever cancel your coverage as long as you continue to pay your premiums in a timely manner.

**Q7. How much coverage is available?**

**A7.** You may choose any amount of coverage between \$25,000 and \$400,000, in \$1,000 increments. (Please note: No member may carry more than \$650,000 in all USBA coverage combined.)

**Q8. Is there an age limit on eligibility for Generation 3 coverage?**

**A8.** Yes. New Members and Associate Members to the Association must be younger than 65 to apply for Generation 3, while current Members and Associate Members may exchange certain USBA coverage they now have for Generation 3 at any time prior to age 60. Regardless of your age and health, after approval you can keep the coverage for as long as you live and continue paying the premium in a timely manner.

**Q9. Will my family be protected in the event of a service or combat-related death?**

**A9.** Yes. Service and combat-related deaths receive full benefits. With USBA, there is no war clause, just like when we were founded in 1959.

## Limitations:

- **Area of Armed Conflict** - (This limitation does not apply to: insured members who are on active military duty, including the National Guard & Reserve; death due to accident or illness; or to any coverage amount in force with USBA prior to 1/1/07.) If your death results from hostilities in an "Area of Armed Conflict," the aggregate maximum benefit payable under all USBA Group Life Plans will be limited to \$100,000. *(Note: Please contact USBA for a listing of the geographic areas currently designated as an "Area of Armed Conflict." See your Certificate of Insurance for further details.)*

## RATES

### Current Monthly Premium Rates

**PLEASE NOTE:** Coverage is available in increments of \$1,000 from a minimum of \$25,000 to a maximum of \$400,000. The overall coverage maximum under all USBA Group Life Plans is \$650,000 for each insured.

Rates are based on the insured's smoking status or tobacco-use, sex, and attained age at issue. To qualify for Non-Tobacco rates, you must not have used tobacco or nicotine in any form, including nicotine patches or gum, in the last 24 months. Although premiums are not guaranteed, it is anticipated that they will remain level. Benefits may be changed by agreement between New York Life and USBA. Only current rates are shown. Rates are not guaranteed and are subject to change by New York Life. The Policy can be changed at any time by written agreement between New York Life and the Policyholder (USBA), and without the consent of any other person. Any benefit or premium changes would be made on a group basis.

Call USBA direct at **(800) 368-7021** for premium rates for coverage amounts not shown.

**Montana Residents:** Male rates apply to all Montana residents regardless of sex.

## USBA Wise Choice Generation 3<sup>SM</sup> Group Blended Rate Tables

### **Generation 3<sup>SM</sup> Group Blended Life Coverage Current Monthly Rates - Male Non-Tobacco User**

AGE	\$25,000	\$50,000	\$100,000	\$200,000	Composition	
					% Whole Life	% Decreasing Term
18	10.98	21.97	37.69	69.14	6	94
19	11.00	22.00	37.75	69.25	6	94
20	11.04	22.09	37.92	69.58	6	94
21	11.07	22.15	38.05	69.85	6	94
22	11.15	22.32	38.38	70.51	6	94
23	11.23	22.45	38.66	71.07	6	94
24	11.32	22.64	39.04	71.84	6	94
25	11.46	22.92	39.59	72.94	6	94
26	11.65	23.28	40.32	74.40	6	94
27	11.87	23.74	41.23	76.22	6	94
28	12.12	24.24	42.24	78.23	6	94
29	12.40	24.79	43.34	80.42	6	94
30	12.71	25.43	44.61	82.96	6	94
31	13.08	26.17	46.08	85.92	6	94
32	13.45	26.89	47.53	88.81	6	94
33	14.33	28.68	51.10	95.96	8	92
34	15.10	30.20	54.15	102.05	9	91
35	15.99	32.00	57.74	109.24	10	90
36	16.79	33.57	60.89	115.53	10	90
37	17.98	35.95	65.65	125.06	11	89
38	18.99	37.97	69.69	133.12	11	89
39	20.04	40.07	73.88	141.52	11	89
40	21.18	42.35	78.46	150.67	11	89
41	22.37	44.73	83.21	160.17	11	89
42	23.61	47.23	88.21	170.17	11	89
43	24.92	49.85	93.46	180.66	11	89
44	26.36	52.72	99.19	192.14	11	89
45	27.86	55.73	105.21	204.16	11	89
46	29.49	58.98	111.72	217.20	11	89
47	31.18	62.37	118.49	230.73	11	89
48	32.29	64.58	122.92	239.59	10	90
49	34.17	68.33	130.42	254.59	10	90
50	36.14	72.27	138.29	270.34	10	90
51	38.15	76.28	146.32	286.38	10	90
52	40.23	80.46	154.66	303.08	10	90
53	42.41	84.82	163.39	320.53	10	90
54	44.78	89.54	172.84	339.43	10	90
55	47.37	94.74	183.24	360.24	10	90
56	50.18	100.34	194.44	382.63	10	90
57	53.14	106.27	206.29	406.33	10	90
58	56.28	112.57	218.89	431.53	10	90
59	59.76	119.52	232.79	459.33	10	90
60	63.58	127.16	248.07	489.88	10	90
61	67.74	135.47	264.69	523.14	10	90
62	72.20	144.41	282.57	558.89	10	90
63	76.98	153.97	301.69	597.13	10	90
64	82.13	164.27	322.29	638.34	10	90

**Generation 3<sup>SM</sup> Group Blended Life Coverage**  
**Current Monthly Rates - Female Non-Tobacco User**

AGE	\$25,000	\$50,000	\$100,000	\$200,000	Composition	
					% Whole Life	% Decreasing Term
18	10.96	21.93	37.61	68.96	6	94
19	10.97	21.95	37.65	69.05	6	94
20	10.98	21.98	37.70	69.14	6	94
21	10.97	21.95	37.65	69.05	6	94
22	10.98	21.96	37.67	69.10	6	94
23	10.98	21.97	37.69	69.14	6	94
24	11.00	22.00	37.75	69.25	6	94
25	11.04	22.09	37.92	69.58	6	94
26	11.07	22.15	38.05	69.85	6	94
27	11.15	22.32	38.38	70.51	6	94
28	11.23	22.45	38.66	71.07	6	94
29	11.32	22.64	39.04	71.84	6	94
30	11.46	22.92	39.59	72.94	6	94
31	11.65	23.28	40.32	74.40	6	94
32	11.87	23.74	41.23	76.22	6	94
33	12.69	25.39	44.53	82.81	9	91
34	13.21	26.41	46.57	86.88	10	90
35	13.78	27.56	48.86	91.49	11	89
36	14.42	28.84	51.43	96.61	12	88
37	15.06	30.12	53.99	101.73	13	87
38	15.78	31.56	56.87	107.48	14	86
39	16.62	33.25	60.25	114.25	15	85
40	17.65	35.30	64.35	122.45	16	84
41	18.62	37.23	68.23	130.20	16	84
42	19.70	39.39	72.54	138.83	16	84
43	20.53	41.06	75.88	145.51	15	85
44	21.75	43.50	80.75	155.25	15	85
45	23.05	46.09	85.93	165.61	15	85
46	23.86	47.72	89.20	172.15	14	86
47	25.20	50.40	94.56	182.87	14	86
48	26.60	53.20	100.15	194.04	14	86
49	28.12	56.24	106.22	206.19	14	86
50	29.09	58.19	110.12	214.00	13	87
51	30.78	61.55	116.87	227.49	13	87
52	32.53	65.06	123.87	241.48	13	87
53	34.39	68.79	131.33	256.41	13	87
54	35.63	71.25	136.26	266.27	12	88
55	37.66	75.31	144.38	282.50	12	88
56	39.72	79.44	152.65	299.04	12	88
57	41.87	83.75	161.25	316.25	12	88
58	44.12	88.24	170.24	334.22	12	88
59	46.55	93.10	179.96	353.67	12	88
60	49.22	98.45	190.65	375.05	12	88
61	52.09	104.19	202.13	398.01	12	88
62	55.13	110.25	214.27	422.28	12	88
63	58.35	116.71	227.17	448.09	12	88
64	61.91	123.82	241.40	476.55	12	88

**Generation 3<sup>SM</sup> Group Blended Life Coverage  
Current Monthly Rates - Male Tobacco User**

AGE	\$25,000	\$50,000	\$100,000	\$200,000	Composition	
					% Whole Life	% Decreasing Term
18	13.70	27.41	48.57	90.88	6	94
19	13.70	27.41	48.57	90.88	6	94
20	13.70	27.41	48.57	90.88	6	94
21	13.80	27.61	48.96	91.68	6	94
22	13.97	27.94	49.63	93.01	6	94
23	14.21	28.43	50.61	94.98	6	94
24	14.55	29.09	51.94	97.63	6	94
25	14.92	29.84	53.43	100.61	6	94
26	15.37	30.74	55.24	104.23	6	94
27	15.90	31.80	57.36	108.48	6	94
28	16.50	33.00	59.75	113.24	6	94
29	17.17	34.33	62.41	118.57	6	94
30	17.90	35.81	65.37	124.50	6	94
31	18.72	37.44	68.62	131.00	6	94
32	19.61	39.23	72.21	138.17	6	94
33	21.05	42.10	77.94	149.64	8	92
34	22.37	44.73	83.22	160.20	9	91
35	23.85	47.69	89.14	172.03	10	90
36	25.17	50.34	94.42	182.58	10	90
37	26.87	53.74	101.22	196.20	11	89
38	28.42	56.84	107.43	208.61	11	89
39	30.15	60.30	114.36	222.46	11	89
40	32.03	64.04	121.84	237.43	11	89
41	34.11	68.20	130.16	254.08	11	89
42	36.37	72.74	139.23	272.21	11	89
43	38.80	77.60	148.95	291.64	11	89
44	41.27	82.52	158.80	311.35	11	89
45	43.79	87.59	168.93	331.62	11	89
46	46.36	92.72	179.19	352.13	11	89
47	49.01	98.02	189.79	373.33	11	89
48	51.05	102.11	197.97	389.68	10	90
49	53.74	107.48	208.71	411.18	10	90
50	56.45	112.90	219.55	432.84	10	90
51	59.04	118.09	229.92	453.59	10	90
52	61.61	123.21	240.17	474.08	10	90
53	64.18	128.36	250.47	494.69	10	90
54	66.92	133.85	261.44	516.63	10	90
55	69.97	139.94	273.62	540.98	10	90
56	73.21	146.41	286.57	566.89	10	90
57	76.58	153.15	300.05	593.84	10	90
58	80.22	160.43	314.62	622.98	10	90
59	84.18	168.36	330.47	654.69	10	90
60	88.55	177.11	347.96	689.68	10	90
61	93.41	186.84	367.42	728.59	10	90
62	98.60	197.21	388.17	770.09	10	90
63	104.19	208.39	410.52	814.79	10	90
64	110.16	220.31	434.37	862.49	10	90



**Generation 3<sup>SM</sup> Group Blended Life Coverage**  
**Current Monthly Rates - Female Tobacco User**

AGE	\$25,000	\$50,000	\$100,000	\$200,000	Composition	
					% Whole Life	% Decreasing Term
18	13.70	27.41	48.57	90.88	6	94
19	13.70	27.41	48.57	90.88	6	94
20	13.70	27.41	48.57	90.88	6	94
21	13.70	27.41	48.57	90.88	6	94
22	13.70	27.41	48.57	90.88	6	94
23	13.70	27.41	48.57	90.88	6	94
24	13.70	27.41	48.57	90.88	6	94
25	13.70	27.41	48.57	90.88	6	94
26	13.80	27.61	48.96	91.68	6	94
27	13.97	27.94	49.63	93.01	6	94
28	14.21	28.43	50.61	94.98	6	94
29	14.55	29.09	51.94	97.63	6	94
30	14.92	29.84	53.43	100.61	6	94
31	15.37	30.74	55.24	104.23	6	94
32	15.90	31.80	57.36	108.48	6	94
33	17.01	34.02	61.79	117.33	9	91
34	17.87	35.75	65.24	124.23	10	90
35	18.83	37.67	69.10	131.94	11	89
36	19.90	39.79	73.34	140.42	12	88
37	21.07	42.13	78.01	149.77	13	87
38	22.36	44.73	83.21	160.17	14	86
39	23.78	47.56	88.88	171.50	15	85
40	25.38	50.76	95.28	184.30	16	84
41	26.86	53.70	101.17	196.08	16	84
42	28.43	56.85	107.46	208.67	16	84
43	29.80	59.60	112.95	219.65	15	85
44	31.67	63.33	120.43	234.61	15	85
45	33.68	67.35	128.46	250.66	15	85
46	35.44	70.88	135.52	264.79	14	86
47	37.81	75.64	145.02	283.78	14	86
48	40.35	80.70	155.15	304.06	14	86
49	42.92	85.84	165.43	324.60	14	86
50	44.97	89.92	173.61	340.96	13	87
51	47.58	95.17	184.09	361.93	13	87
52	50.28	100.57	194.89	383.53	13	87
53	53.04	106.08	205.90	405.56	13	87
54	55.11	110.23	214.21	422.17	12	88
55	57.87	115.75	225.26	444.27	12	88
56	60.53	121.06	235.88	465.50	12	88
57	63.15	126.30	246.37	486.48	12	88
58	65.79	131.59	256.94	507.62	12	88
59	68.61	137.21	268.18	530.11	12	88
60	71.72	143.44	280.64	555.03	12	88
61	75.03	150.07	293.89	581.53	12	88
62	78.47	156.95	307.66	609.07	12	88
63	82.19	164.39	322.54	638.83	12	88
64	86.24	172.49	338.74	671.22	12	88

To apply online, download an application, or order a complete packet of information (including an application) for **USBA Wise Choice Generation 3<sup>SM</sup> Group Blended Life Insurance Plan**, call **(800) 368-7021** or visit: <http://www.usba.com/WiseChoiceGeneration3.asp> .