



RAUS CHAMPVA Supplement Plan

GET THE PROTECTION YOU MAY NEED, AT A COMPETITIVE PRICE.

The RAUS CHAMPVA Supplement Plan, when combined with your CHAMPVA benefits, is designed to provide you with the protection you need when you need it. The plan will pay your cost share for both covered inpatient and outpatient medical expenses after you satisfy the calendar year plan deductible of \$250 per person, \$500 family maximum. Take a moment now to read the details below. Then enroll today to give your family the additional protection of the RAUS CHAMPVA Supplement Plan that complements your CHAMPVA benefits.

Plan Sponsor: Retired Association for the Uniformed Services (RAUS)

RAUS is a military association organized in 1970 to secure quality benefits and services for our members at rates only available to groups. Qualified retired and active members of the United States armed forces and related departments may join. One of the services RAUS provides is to help find health care protection at competitive prices. To do that, we carefully examined several insurance plans, comparing prices and benefits, and decided this one offers you the most competitive rates and coverage.

Important Notice

This coverage is available to RAUS members and their dependents. If you are not a member of RAUS, it is easy to become one. Please call 1.800.321.RAUS or visit www.raushome.com for more information on membership. You must be a RAUS member to enroll in the supplement plan. For additional inquiries, call Selman & Company, the plan administrator, toll-free at: 1.800.638.2610.

Eligibility

Eligible "Spouse" means your spouse who is under age 65 and a CHAMPVA benefits recipient, but not a spouse from whom you are legally separated or divorced. "Spouse" also means widow(er) if he or she is a member of the Participating Organization. Spouses over age 65 are also eligible if documentation from the Social Security Administration certifying their non-entitlement to Medicare Part A benefits is submitted with their enrollment form. Eligible dependent and unmarried children under age 18 (23 if a full-time college student) may also enroll. Individuals who are Medicare beneficiaries may not enroll in the CHAMPVA Supplement Plan.

Effective Date

Coverage for dependents becomes effective on the first day of the month following receipt of your Enrollment Form and first premium payment.

Covered Dependent Effective Date

Subject to the Deferred Effective Date provision, an Eligible Dependent will become covered by the Policy on the Certificate Effective Date that first shows coverage for him or her. Your coverage is shown on your Schedule of Insurance. Newborn children not named in your enrollment form are automatically covered from birth for injury or sickness, including treatment of congenital defects and birth abnormalities, for 31 days. You must notify the Plan Administrator in writing and pay the additional premium due within 31 days of birth for coverage to continue beyond this period. Insured children who are incapable of self-sustaining employment because of mental retardation or physical disability – and who are unmarried and chiefly dependent on the insured member for support and maintenance – may continue coverage past policy age limits, with requested proof. Otherwise, each dependent child's insurance terminates on the premium due date following the date he or she is no longer a dependent.

Deferred Effective Date

If on the date that an Eligible Dependent is to become covered under the Policy he or she is confined in a Hospital, coverage of such person will be deferred until the first day after he or she is discharged.

Renewability

Your coverage is renewable to age 65. As long as premiums are paid on time, everyone remains eligible, the Master Policy remains in effect, and RAUS membership remains current, no one can be individually canceled. So even if you or a covered dependent develops a serious health condition in the future, the coverage will not terminate, provided these four conditions are met.

Pre-Existing Conditions Limitations

Any injuries or sickness whether diagnosed or undiagnosed, for which a covered person received medical care or treatment within the 6 month period preceding the effective date of his or her insurance will not be covered until the coverage has been in effect for 6 months. However, new conditions will be covered immediately.

HERE'S HOW THE CHAMPVA SUPPLEMENT PLAN WORKS

Covered Care Required	CHAMPVA Pays	CHAMPVA Supplement Plan Pays
Inpatient Services Confinement ¹ in civilian hospital or skilled nursing facility	DRG ² rate, less the beneficiary cost share	The lesser of (1) \$535 per day, times number of inpatient days (2) 25% of the billed amount, or (3) the DRG ² rate
Inpatient Services Non-DRG ² based	75% of the Allowable Amount	25% of the Allowable Amount
Inpatient Physician Services Visits, surgeons, anesthesiologist, etc.	75% of the Allowable Amount	25% of the Allowable Amount
Outpatient Services Office visits, clinics, laboratory and pharmacy services, durable medical equipment (non-VA source)	75% of the Allowable Amount, after the CHAMPVA Annual Outpatient Deductible	25% of the Allowable Amount

We will pay the Inpatient and Outpatient covered medical expenses once the Calendar Year plan deductible of \$250 per person and \$500 family maximum has been satisfied. Expenses incurred to satisfy the CHAMPVA Calendar Year Outpatient deductible cannot be used to satisfy the CHAMPVA Supplement Plan deductible.

INSURANCE PREMIUM RATE CHART Competitively-Priced Premiums to Fit Your Budget

Age of Spouse, Widow(er)	First-Year Quarterly Rate (includes 11% discount ⁴)	Base Rate Quarterly Rate (after 12 months ⁴)
Under 40	\$96.12	\$108.00
40-44	\$106.80	\$120.00
45-49	\$122.82	\$138.00
50-54	\$157.53	\$177.00
55-59	\$186.90	\$210.00
60-64	\$224.28	\$252.00
65+	\$283.02	\$318.00
Each Child	\$74.76	\$84.00

As a member, you benefit from your Association's mass purchasing power, making the rates for this valuable coverage more affordable. What's more, the insurance company guarantees you'll never be singled out for a rate increase, no matter how many claims you file.³

Change of Policy Premiums

We have the right on each Premium Due Date to change the rate at which premiums will be calculated. This includes the right to change premium rates for a benefit that applies to all individuals of the same class, age, plan and effective date. Rates may be changed based on claims experience of the Policy. We will give the Policyholder or Organization notice of any change(s) at least 45 days before the Premium Due Date on which it is to become effective.

¹ Confinement or confined means being an inpatient in a hospital (or skilled nursing facility) due to sickness or injury. And skilled nursing facility does not mean: a) a hospital; or b) a place for rest, custodial care, or the aged; or c) a place for the treatment of mental disease, drug addicts or alcoholics.

² Diagnosis-Related Groups (DRG): An agreement between most hospitals and CHAMPVA to accept a fixed rate for inpatient care regardless of the billed amount.

³ Rates and/or benefits are based on the attained age of the Insured Person and increase as you enter each new age category. Rates and/or benefits may be changed on a class basis. Plan or rate changes may be subject to final approval by the applicable regulatory authorities.

⁴ Members receive an 11% rate discount during their first twelve months of coverage. There are no other discounts. After the 12th month, the rates go up 11%.

Exclusions

This Policy does not cover 1) injury or sickness resulting from war or act of war, whether war is declared or undeclared; 2) treatment or confinement not ordered by a Physician or necessary for medical care; 3) intentionally self-inflicted injury; 4) suicide or attempted suicide, whether sane or insane (in Colorado and Missouri while sane); 5) routine physical exams and immunizations, except when considered Well Baby Care covered by CHAMPVA; 6) domiciliary or custodial care, care received in a retirement home, rest home or halfway house; 7) rest cures; 8) eye refractions and routine eye exams except when considered Well Baby Care covered by CHAMPVA; 9) eyeglasses and contact lenses; 10) cosmetic procedures, except those resulting from Sickness or Injury while a Covered Person; 11) hearing aids or hearing exams except when considered Well Baby Care covered by CHAMPVA; 12) orthopedic footwear; 13) care for the mentally incapacitated or physically handicapped if the care is required because of the mental incapacitation or physical handicap; 14) drugs which do not require a prescription, except insulin and other diabetic supplies; 15) any confinement, service, or supply that is not covered under CHAMPVA; 16) expenses in excess of the CHAMPVA Cap; 17) expenses in excess of the CHAMPVA Allowed Amount; 18) expenses which are paid in full by CHAMPVA; 19) any expenses or portion thereof applied to the CHAMPVA Deductible; 20) any part of a covered expense which the Covered Person is not legally obligated to pay; 21) care received as part of a grant, study or research program; 22) care considered experimental or investigational.

Exclusions for the State of New York

This Policy does not cover 1) injury or sickness resulting from war or act of war, whether war is declared or undeclared; 2) intentionally self-inflicted injury; 3) suicide or attempted suicide; 4) custodial care; 5) rest cures; 6) eye refractions and routine eye exams except when considered Well Baby Care covered by CHAMPVA; 7) eyeglasses; 8) cosmetic surgery, except that cosmetic surgery shall not include reconstructive surgery when such surgery is incidental to or follows surgery resulting from trauma, infection, or other diseases of the involved part, and reconstructive surgery because of a congenital disease or anomaly of a covered dependent child which has resulted in a functional defect; 9) hearing aids or hearing exams except when considered Well Baby Care covered by CHAMPVA; 10) any confinement, service, or supply that is not covered under CHAMPVA; 11) expenses in excess of the CHAMPVA Cap; 12) expenses in excess of the CHAMPVA Allowed Amount; 13) expenses which are paid in full by CHAMPVA; 14) any expenses or portion thereof applied to the CHAMPVA Deductible; 15) any part of a covered expense which the Covered Person is not legally obligated to pay.

Limitations (Nervous, Mental, Emotional Disorder, Alcoholism, and Drug Addiction Limits)

The coverage provided under the Inpatient Benefit of the CHAMPVA Supplement plan for nervous, mental and emotional disorders, including alcoholism and drug addiction, is limited to: 1) 30 Inpatient treatment days for a Covered Person age 19 or older; or 2) 45 Inpatient treatment days for a Covered Person under age 19; or 3) 150 Inpatient treatment days in a CHAMPVA authorized Residential Treatment Center for a Covered Person under age 21 per Calendar Year. This Inpatient limit is based on the number of days CHAMPVA normally provides each Calendar Year for such confinements. In rare instances, CHAMPVA extends these daily limits. If this occurs, we will limit the number of days that we provide for such confinement to the lesser of: 1) the number of days CHAMPVA pays for such Inpatient treatment during the Calendar Year; or 2) 90 Inpatient days per Calendar Year. The coverage provided under the Outpatient Benefit of the CHAMPVA Supplement plan for: 1) nervous, mental, and emotional disorders; and 2) alcoholism and drug addiction; is limited to \$500 during any Fiscal Year for all such disorders. Coverage provided under the CHAMPVA Supplement plan for: 1) routine newborn and Well Baby Care; 2) hospital nursery charges for a well newborn; 3) dental care; 4) treatment for the prevention or cure of alcoholism or drug addiction; 5) and prosthetic devices; will be limited to those expenses covered by CHAMPVA for such care or service.

Termination

A Covered Person's coverage under the Policy will cease on the first to occur of the date the Policy terminates, or the date RAUS ceases to be a Participating Organization of the Policyholder; the date the required premium is not paid, subject to the Grace Period provision; the date you or your widow(er) terminates membership in the Participating Organization; the first premium due date on or next following the date a dependent ceases to be an Eligible Spouse or an Eligible Child; the date we or the group cancel coverage for a class of Eligible Person to which he or she belongs; the first premium due date on or next following the date he or she ceases to be covered by CHAMPVA; the date he or she becomes eligible for Medicare unless the covered person resides in an area where Medicare is not available, in which case coverage will not terminate until the covered person returns to residency in an area where Medicare is available.; if a child, the date he or she attains age 18, or age 23 if enrolled full-time in a school of higher learning; if a spouse, the date he or she attains age 65. Termination of insurance will not prejudice any claim which occurred before the effective date of termination. Limitations and exclusions may vary by state. Please see your Certificate for details.

IT'S EASY TO ENROLL

AS A REMINDER: You must be a RAUS member to enroll in the supplement plan. Please call 1.800.321.RAUS or visit www.raushome.com for more information on membership. If you are already a member of RAUS, please include your Member/Association ID# on the Enrollment Form for verification purposes.

- 1) Complete the enclosed Enrollment Form; sign and date where indicated.
- 2) Include your first quarterly premium payment with your completed Enrollment Form.
 - Quarterly premium rates are provided in the 'Insurance Premium Rate Chart'.
 - Make your check payable to: **"RAUS Group Health Program"**
- 3) For future premium insurance payments, be sure to complete the enclosed Automatic Payment Option Form.
- 4) Mail your completed Enrollment Form, Automatic Payment Option Form and quarterly payment to:

RAUS Insurance Administrator
6110 Parkland Boulevard
Cleveland, OH 44124-4187

SATISFACTION GUARANTEED | 30 DAY FREE LOOK

You cannot be turned down for coverage, although a pre-existing condition may initially limit the extent of your coverage. After your completed Enrollment Form and first premium payment have been processed, you'll receive a Certificate of Insurance which you can examine for a 30 day free look. Return it for a full refund if you are not completely satisfied.

SelmanCo

Plan Administrator

Selman & Company, based in Cleveland, Ohio, has marketed and administered life and health insurance products to members of associations and affinity groups, customers of financial institutions, and employees through their employers for over 30 years. Selman & Company is among the largest privately held firms in the nation with focus on the markets in which it serves.

How to Contact Selman & Company

Our Call Center Representatives are available if you have questions about your TRICARE Supplement Plan.

📞 1.800.638.2610 | @ memberservices@selmanco.com

Plan Underwriter

Transamerica Premier Life Insurance Company, Cedar Rapids, IA, Group Policy MLTRC1000GP
Transamerica Financial Life Insurance Company, Harrison, NY, Group Policy TFTRC1000GP

This brochure explains the general purpose of the insurance described, but in no way changes or affects the policy as actually issued. In the event of any discrepancy between this brochure and the contract, the terms of the contract will apply. Complete details are found in the certificate of insurance issued to each insured individual. Coverage may not be available in all states; you will be advised.

(0115) 980222