



## AcceleTerm ROP

Adjustable Premium Renewable and Convertible Term

### Specifications

<b>Issue Ages</b>	AcceleTerm ROP 20: 20-55 (SNT), 20-50 (ST) AcceleTerm ROP 30: 20-50 (Age at last birthday)
<b>Risk Classifications</b>	Nontobacco Tobacco
<b>Minimum Issue Limit</b>	\$50,000
<b>Maximum Issue Limit</b>	\$300,000
<b>Term Period</b>	20 or 30 Years
<b>Policy Fee</b>	None
<b>Riders</b>	Accelerated Death Benefit for Chronic Condition (ADBRCC) Accelerated Death Benefit for Critical Illness (ADBRCI) Accelerated Death Benefit for Terminal Illness (ADBRTI) Accidental Death Benefit (ADB) Children's Term Insurance (CTI) Income Assured Option (IAO) Residential Damage Waiver of Premium Rider (RDWP) Unemployment Waiver of Premium Rider (UWP) Waiver of Premium (WP)
<b>Renewal</b>	After the level term period, the policy may be renewed annually at the current year premium based on the attained age of the Insured at each renewal.
<b>Application</b>	ICC17A193/A193

### General

The AcceleTerm ROP series are non-participating modified premium endowment at age 95 plans which provide a level death benefit to age 95 and level premiums during the first 20 or 30 years. The policy is annually renewable after the first 20 or 30 years based on the attained age of the Insured. The policy provides cash values to the owner upon surrender and at the end of the initial term period the cash values are equal to the premiums paid to that point (assuming no policy changes or riders). All coverage ceases on the policy anniversary on which the Insured is age 95, and the cash value will equal the face amount.

### Pre-paid Premiums

Pre-paid premiums are not allowed with this product.

### Cash Values

Cash values are guaranteed and are based on the 2017 CSO ALB, Smoker or Non-Smoker, Male or Female, Ultimate Mortality Tables, and a 4.50% rate of interest.



## Reinstatement

The policy may be reinstated within three years after the date of any past due premium.

Reinstatement is subject to the following:

- a) receipt of evidence of insurability of the Insured, satisfactory to us; and
- b) payment of all past due premiums with interest from the due date of each premium; and
- c) payment or reinstatement of any indebtedness existing when the policy lapsed, with interest from that date.

Interest at the rate of 6% per year compounded annually on past due premiums and 8% per year compounded annually on any indebtedness will be payable to the date of reinstatement.

The policy cannot be reinstated if it has been surrendered for its cash value.

## Conversion

This policy may be converted to any plan designated for conversion (See List Below) currently offered by Kansas City Life Insurance Company without evidence of insurability, provided:

- a) the amount does not exceed the death benefit of the term policy payable at the time of conversion; and
- b) the premium for the term policy is not currently waived under a waiver of premium rider.

This option may be exercised if:

- a) the policy is in force;
- b) no premium is in default;
- c) the request is made before the final conversion date; and
- d) Kansas City Life is not waiving premiums due to disability.

Conversion is available after policy year 2. The final conversion date is the lesser of year 12 and age 65.

Partial conversions are not allowed. The AcceleTerm ROP policy will terminate at the time of conversion, even if the entire face amount is not converted.

The new policy will be issued at the same risk class as the AcceleTerm ROP policy with a table D rating.

Any cash value available at conversion will be transferred to the new policy.

The following is the list of products designated for conversion currently offered by Kansas City Life Insurance.

- Value Assured



## Conversion Guidelines

The New Business Department would like to provide the following guidelines for term conversions in order to simplify the process:

1. If the agent applying for the conversion (with no additional coverages or benefits being requested) is the same as the original writing agent on the term policy, no signature is required. We will simply set up the new case with the same agent shown on the current term policy. In other words, if there is no signature, this assumption will be made as has been made in the past.
2. If, however, there is a new/different agent involved in the conversion of an existing term policy or if there are additional coverages/benefits being applied for, an agent's signature is necessary on the conversion application.
3. Term conversions can be processed using the A169 Change Application (or state exception forms) or by completing the regular application, A167 (or state exception forms). We have added a space for the agent's signature/code on page 1 of the A169 to facilitate a conversion (with no additional coverages or benefits being requested) with an agent change. The revised form is now available in the Sales Forms section of [KCLIC.net](http://KCLIC.net).
4. Our term conversion dating guidelines are as follows: The new policy will be dated the monthly paid-to-date of the converted term policy. If the converted policy is paid in advance, we will apply the unearned premium towards the new policy. If the existing policy is paid by Pre-authorized check, when converting to a UL, the PAC draft will continue on the same draft day as the existing, including the initial draft. If the entire policy is not being converted, be sure to indicate in special requests if the balance is to be retained or dropped. To retain the balance, the new volume of the existing term plan must meet the original minimum issue limit.

We hope this information is of value to you and your agencies. If you have any questions/suggestions on this change in procedure, please do not hesitate to contact Underwriting and New Business at ext. 8025.



## Accelerated Death Benefit for Chronic Condition (ADBRCC)

### Issue Ages

All

### Benefit

Kansas City Life Insurance Company will pay an accelerated death benefit payment amount to the Owner in the event of a Chronic Condition. The rider is triggered if the insured cannot perform 2 of the 6 ADLs for 90 consecutive days as certified by their physician, or requires substantial supervision to protect him or herself from threats to health and safety due to severe cognitive impairment.

### Amounts

The requested election amount is a portion of the face amount that is requested to be accelerated and is subject to the following limitations:

- the minimum election amount is the lesser of \$10,000 or 10% of the policy face amount; and
- the maximum election amount is 80% of the policy's face amount, but can never exceed \$250,000. However, the maximum total accelerated benefits payable by KCL under all accelerated death benefit riders for a policy can never exceed \$250,000.

The chronic condition benefit amount is equal to:

- the Actuarial present value based on their condition of the requested election amount; minus
- the present value of expected future unpaid premiums; minus
- a \$100 administrative charge.

The minimum chronic condition benefit will be the net cash value of the policy multiplied by the requested election amount divided by the face amount of the policy.

If the policy has an outstanding loan balance, a portion of the chronic illness benefit will be withheld to reduce the indebtedness. The portion withheld will be equal to the requested election amount divided by the face amount of the policy times the loan balance.

The maximum annual benefit is the per diem allowance permitted under 101(g)(3) of Internal Revenue code multiplied by the number of days in the current calendar year that the Insured is expected to be chronically ill.

After a chronic illness benefit payment, we will reduce policy values proportionately. The policy values that are reduced include premiums, guaranteed values and face amount.

### Other Information

This rider is automatically added at issue.

This rider can be utilized more than once, but no more than once each 12 months.

This rider terminates on the date on which the policy terminates, the date the policy is surrendered, the date the policy is continued as extended term insurance or paid-up insurance, the date that the maximum benefit amount has been paid or on the date that a benefit is paid under the Accelerated Death Benefit for Terminal Illness Rider.

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## Accelerated Death Benefit for Critical Illness (ADBRCI)

### Issue Ages

All

### Benefit

Kansas City Life Insurance Company will pay an accelerated death benefit payment amount to the Owner in the event of a Critical Illness. Critical Illness is defined as cancer, heart attack, stroke, major organ transplant or kidney failure.

### Amounts

The requested election amount is a portion of the face amount that is requested to be accelerated and is subject to the following limitations:

- the minimum election amount is the lesser of \$10,000 or 10% of the policy face amount; and
- the maximum election amount is 80% of the policy's face amount, but can never exceed \$250,000. However, the maximum total accelerated benefits payable by KCL under all accelerated death benefit riders for a policy can never exceed \$250,000.

The critical illness benefit amount is equal to:

- the Actuarial present value based on their condition of the requested election amount; minus
- the present value of expected future unpaid premiums; minus
- a \$100 administrative charge.

The minimum critical illness benefit will be the net cash value of the policy multiplied by the percentage of available proceeds elected under this rider.

If the policy has an outstanding loan balance, a portion of the critical illness benefit will be withheld to reduce the indebtedness. The portion withheld will be equal to the requested election amount divided by the face amount of the policy times the loan balance.

After a critical illness benefit payment, we will reduce policy values proportionately. The policy values that are reduced include premiums, guaranteed values and face amount.

### Other Information

This rider is automatically added at issue.

This rider can be utilized more than once, but only once for a given trigger and no more than once for each 12 months.

This rider terminates on the date on which the policy terminates, the date the policy is surrendered, the date the policy is continued as extended term insurance or paid-up insurance, the date that the maximum benefit amount has been paid or on the date that a benefit is paid under the Accelerated Death Benefit for Terminal Illness Rider.

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## Accelerated Death Benefit for Terminal Illness (ADBRTI)

### Issue Ages

All

### Benefit

Kansas City Life Insurance Company will pay an accelerated death benefit payment amount to the Owner in the event of the Insured being diagnosed as having a terminal illness by a physician which will result in the Insured's death within 12 months.

### Amounts

The requested election amount is a portion of the face amount that is requested to be accelerated and is subject to the following limitations:

- the minimum election amount is the lesser of \$10,000 or 10% of the policy face amount; and
- the maximum election amount is 80% of the policy's face amount, but can never exceed \$250,000. However, the maximum total accelerated benefits payable by KCL under all accelerated death benefit riders for a policy can never exceed \$250,000.

The terminal illness benefit amount is equal to:

- the Accelerated Death Benefit Interest Rate multiplied by the Requested Acceleration; minus
- a \$100 administrative charge.

If the policy has an outstanding loan balance, a portion of the terminal illness benefit will be withheld to reduce the indebtedness. The portion withheld will be equal to the requested election amount divided by the face amount of the policy times the loan balance.

After a terminal illness benefit payment, we will reduce policy values proportionately. The policy values that are reduced include premiums, guaranteed values and face amount.

### Other Information

This rider is automatically added at issue.

This rider can only be utilized once.

This rider terminates on the date on which the policy terminates, the date the policy is surrendered, the date the policy is continued as extended term insurance or paid-up insurance, or on the date a terminal illness benefit amount is paid.

## Accidental Death Benefit (ADB)

### Issue Ages

20-55

### Benefit

This rider provides for the payment of an additional amount of insurance in the event of accidental death. The benefit terminates on the policy anniversary on which the Insured's attained age is 70.

### Amounts

The minimum ADB amount is \$1,000. The ADB amount cannot exceed the initial specified amount. The amount of ADB inforce with all companies cannot exceed \$200,000.



## Children's Term Insurance Rider (CTI)

### Issue Ages

14 days - 17 years (child's age)

### Benefit

This rider provides level term insurance on each Insured Child. The rider expires on the policy anniversary on which the Primary Insured is age 65, if living, otherwise the policy anniversary on which the Primary Insured's age would have been 65. The term insurance on each Insured Child continues until the earlier of: the policy anniversary on which the Insured Child is age 25; or the expiration date of the rider.

### Amounts

For each \$5,000 of initial specified amount of the base policy, one unit equal to \$1,000 of coverage may be purchased for each Insured Child, up to a maximum of 25 units or \$25,000.

### Other Information

An Insured Child is:

- any natural child, stepchild or legally adopted child of the Insured provided the child is named in the application for the policy or this rider, is not 18 years of age or older and is living in the Insured's household at date of application; and
- any child who, after the date of application, is born of the marriage of the Insured, or is legally adopted by the Insured prior to the child's 18th birthday.

The cost for this rider is the same, regardless of the number or ages of the children.

This rider is not available if the Insured is over age 60.

The term insurance on each Insured Child may be converted to a permanent life policy without evidence of insurability at any time the policy is in force. Conversion must be requested before the earlier of:

- the policy anniversary on which the Insured Child is age 25; or
- 31 days after the expiration date of the rider

There is no conversion credit.

The amount of insurance on the new policy may not be more than the amount of insurance provided by the Insured Child's rider, unless:

- the Insured Child marries before age 25; or
- the Insured Child's attained age is 25 at conversion.

In these cases, the amount of insurance allowed on the new policy will be the lesser of \$25,000 or five times the amount of the CTI rider.

If the Primary Insured dies while the CTI rider is in force, the rider will become fully paid-up without any payment of further premiums. The paid-up insurance will be a nonparticipating paid-up policy, and will have cash value but no loan value. The paid-up insurance will terminate on the policy anniversary on which the Primary Insured's age would have been 65.

If the base policy has the WP rider, this rider must also include the WP rider.

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## Income Assured Option (IAO)

### Issue Ages

All

### Benefit

The Income Assured Option rider allows the owner to choose how the death benefit is paid out. At the time the endorsement is added, the owner will designate a Lump Sum Benefit that is immediately paid out at proof of death. They will also designate an Installment Benefit Amount paid over a designated number of Installment Benefit Years after proof of death. Payments of the Installment Benefit Amount will begin one modal period after the Lump Sum Benefit is paid and will be paid according to the Installment Benefit Mode elected.

### Amounts

- Lump Sum Benefit: The amount of Lump Sum Benefit is selected at issue of the endorsement. It is payable upon proof of death.
- Installment Benefit: The Installment Benefit Amount, Installment Benefit Period, and Installment Benefit Mode are selected at issue of the endorsement. Payments of the Installment Benefit will begin one modal period after the Lump Sum Benefit is paid.
  - Minimum Benefit Amount: \$100
  - Installment Benefit Period: 5-30 years
  - Installment Benefit Mode: Annual, Semi-annual, Quarterly, or Monthly
  - Interest Rate Applied: 3% (Subject to change for new issues)

### Other Information

All adjustments to the death benefit proceeds will be first applied as an adjustment to the Lump Sum Benefit. Any remaining adjustment needed will be applied to the present value of the Installment Benefit and adjust the Installment Benefit Amount.

The Owner may change the allocation of the Lump Sum Benefit and Installment Benefit without underwriting as long as the specified amount remains the same.

The Income Assured Option rider can be added to a policy at issue or any time after issue.

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## Residential Damage Waiver of Premium Rider (RDWP)

### Issue Ages

All

### Benefit

This rider waives all premiums for the base plan and all riders for a 6-month period, if the Insured's primary residence sustains \$25,000 or more damage. Proof of damage will be required at the time of claim.

### Amounts

n/a

### Other Information

This rider is automatically added at issue.

This benefit can be utilized only once.



This rider terminates on the date on which the policy terminates or on the date the rider is utilized.

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## Unemployment Waiver of Premium Rider (UWP)

### Issue Ages

All

### Benefit

This rider waives all premiums for the base plan and all riders for a 6-month period, if the insured becomes unemployed. Proof of unemployment will be required at the time of claim.

Conditions of qualification:

4. This benefit is available beginning 24 months after the issue date of the policy.
5. The insured must be receiving state or federal unemployment benefits for four consecutive weeks.
6. The insured must provide proof of receiving such benefits within 90 days after the end of this four-week period.

### Amounts

n/a

### Other Information

This rider is automatically added at issue.

This benefit can be utilized only once.

This rider terminates on the date on which the policy terminates or on the date the rider is utilized.

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## Waiver of Premium (WP)

### Issue Ages

20-55

### Benefit

Premium payments will be waived during a period of total disability of the Primary Insured. The benefit terminates on the policy anniversary on which the Primary Insured is 60.

Premiums will be waived if:

- the disability has existed for 6 consecutive months; and
- the disability occurred before the expiration date of the rider; and
- the disability occurred prior to the expiration date of the base policy.

### Amounts

n/a

### Other Information

This rider may be cancelled at any time. Rider termination will not affect an eligible claim for disability occurring before age 60

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