

# Payment Protection

- ✓ Relax knowing your debts may be protected
- ✓ Choose life and/or disability protection
- ✓ Easy application and payment

Payment Protection helps assure that your Alaska USA loans and credit card obligations don't become a burden in the event of your death or disability.

When you have a loan or a credit card balance, your payments can be cancelled if you are unable to make them due to disability or death. Payment Protection is an optional debt cancellation program from Alaska USA that cancels payments up to the plan's maximum limits.

## Enhance your current protection for peace of mind

According to a 2016 study by National Payroll Week, 63% of workers would find it difficult to meet current financial obligations if their next paycheck were delayed one week. By having your loan or credit card payments cancelled with Payment Protection, you can use other disability benefits to pay for other important monthly expenses.

If you have life insurance, your family will likely need those funds to compensate for the loss of a key wage earner. With Payment Protection, they may not have to worry about outstanding loan or credit card balances.

## Costs decrease as your balance decreases

The cost of the Payment Protection program is based on the total outstanding balance of your loan—as your balance decreases, so does your monthly fee.

### For a consumer loan:

**Combined Protection (Life and Disability)** – Cost per \$1,000 of the monthly outstanding loan balance is \$2.24 for a single borrower and \$3.78 for two borrowers.

**Disability** – Cost per \$1,000 of the monthly outstanding loan balance is \$1.57 for a single borrower and \$2.71 for two borrowers.

**Life** – Cost per \$1,000 of the monthly outstanding loan balance is \$0.67 for a single borrower and \$1.07 for two borrowers.

### For your Alaska USA Visa® Credit Card:

**Combined Protection (Life and Disability)** – Cost per \$1,000 of monthly outstanding balance is \$2.61 for up to two cardholders.

## The details

- Choose protection for life, disability, or both.
- Protection is for up to two borrowers.
- May cancel 100% of your loan balance up to \$100,000 if you pass before to your 70th birthday and 25% of your loan balance up to \$25,000 if you pass after your 70th birthday, according to the plan terms.
- If you become disabled, the plan may cancel your payments for up to 24 months or \$24,000 beginning on the 31st day of disability.
- No medical exams means immediate protection for members.
- Pay only for the protection you need—program fees are based on your outstanding balance.

Enrollment in the Alaska USA Payment Protection Plan is optional and will not affect your application for credit or the terms of any credit agreement required to obtain a loan. Certain eligibility requirements, conditions, and exclusions may apply. Please talk to a member service representative or refer to the plan contract for a full explanation of the Alaska USA Payment Protection Plan terms. You may cancel the protection at any time. If you cancel protection within 30 days of enrollment, we will credit you for any program fees that were paid.

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[alaskausa.org](http://alaskausa.org)

## It's easy to add Payment Protection

You can apply for Payment Protection as part of the loan process. See the Payment Protection Plan contract for more details.

## Existing loans

To add Payment Protection to an existing loan, just call the Alaska USA Insurance Services department at 907-264-4700.

## Total protection

For just a little more, you can be sure both borrowers are protected.

**NCUA** Federally insured by NCUA

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