

5 Facts That May Surprise You About Life Insurance



You know life insurance can benefit your loved ones when you pass, but you may not know that life insurance can also be used during your life. Yes, you can be the beneficiary of your own life insurance policy!

1

68% of adults older than 65 have two or more chronic health conditions.¹

You can have access to your life insurance death benefit in the event of a chronic illness to use for whatever need, expense or personal use you desire. There will be **no** bill submission or verification required.

2

In 2020, heart disease and cancer together accounted for nearly 40% of all deaths.²

If you are diagnosed with a terminal illness with a life expectancy of 12 months or less, you have the option to access virtually all your death benefit while living, with no restrictions as to how the proceeds are utilized.

3

Whole Life and Return of Premium Term insurance have a tax-deferred cash accumulation savings feature.

This allows you the option to use the cash accumulation to supplement your income.

4

Life insurance proceeds are income tax free* in the event of death, terminal illness or chronic illness.

That's right! There is no federal or state income tax required on the proceeds.*

5

You have the flexibility to alter your policy to Reduced Paid-Up life insurance status.

So, if your future need for life insurance protection changes, you can reduce the amount of death protection and guarantees you will never have to pay another premium!



**Disclaimer: Indiana Farm Bureau Insurance does not give tax or legal advice. Clients should consult their own tax or legal advisors regarding taxation, legal or other advice.*

1. National Center for Chronic Disease Prevention and Health Promotion (NCCDPHP). (2022, May). Health and Economic Costs of Chronic Diseases. Retrieved May 24, 2022, from Centers for Disease Control and Prevention: <https://www.cdc.gov/chronicdisease/about/costs/index.htm>

2. Gerteis J., Izrael D., Deitz D., LeRoy L., Ricciardi R., Miller T., Basu J. *Multiple Chronic Conditions Chartbook*. AHRQ Publications No. Q14-0038. Rockville, MD.