

# Reinstatement or recommencement of insurance cover if it is cancelled on 1 April 2020 fact sheet.

Members with standard insurance cover and an account balance below \$6,000 between 1 November 2019 and 31 March 2020 will have their insurance cover cancelled on 1 April, unless they elect to keep it. This is due to the Government's new Putting Members' Interests First (PMIF) laws.

If your insurance cover is cancelled on 1 April it will start again when your account balance reaches \$6,000 and other conditions are met.

## WHEN AND HOW INSURANCE COVER IS REINSTATED OR RECOMMENCES

If your cover is cancelled on 1 April due to these laws, you have a second opportunity to elect to keep your cover. If we receive your election by **30 April**, your cover will be reinstated from the date we receive your request. This cover will be subject to an active employment test and may be restricted to limited cover. See page 3 for definitions of active employment and limited cover.

Otherwise, if your cover is cancelled on 1 April, it will start again from the date your account balance reaches \$6,000 as long as you have an active account and are otherwise eligible for cover at that date. The level of cover you receive may be different to what you previously held, as outlined below.

You should know you won't be covered for any injury or illness that occurs between when your cover is cancelled and it starting again. Cover will be subject to standard policy terms and conditions, including an active employment test, as set out in the **Insurance Guide** relevant to you.

**The level of cover that is reinstated or recommences depends on whether your account balance reaches \$6,000 before or on/after 1 October.**



### WANT TO KEEP YOUR COVER?

You must let us know by 31 March. To keep your cover visit [caresuper.com.au/keepmycover](https://caresuper.com.au/keepmycover) and enter your unique code in your letter or email from us, or complete and return the relevant form.



To find out more about PMIF read our FAQs at [caresuper.com.au/PMIF](https://caresuper.com.au/PMIF).

# Reinstatement of death and TPD cover

## When cover will recommence *before* 1 October 2020

If...	And...	Then...	Otherwise...
Your account balance reaches \$6,000 <b>before 1 October 2020</b>	An on-time employer contribution is received for you between 1 April and the date cover is reinstated (the date your balance reached \$6,000)	You will receive the <b>same type of cover cover in the same occupational category</b> you held immediately before cover ceased, subject to previous conditions and exclusions	You will receive the same type of cover in the same occupational category you held immediately before cover ceased. This will be limited cover* for two years from the date cover is reinstated.

\*Limited cover will become full cover if:

- you're in active employment for months 23 and 24 of the two-year period. If you're not, limited cover will remain until you've completed two consecutive months of active employment, or
- an on-time employer contribution is received before 1 October and you have returned to work for two consecutive months.

### Example

Judy had \$4,000 in her super account and after not electing to keep cover by 31 March, Judy's death and TPD was cancelled on 1 April. Judy consolidated some lost super into her account and her balance reached \$6,000 on 1 May. As Judy's employer **had not** made an on-time contribution for the period 1 April to 1 May, Judy received limited insurance cover.

Judy's next employer contribution was made on time (before 1 October). As Judy was in active employment for two consecutive months following receipt of the on-time employer contribution, limited cover was removed and she received full cover.



## When cover will recommence *on or after* 1 October 2020

If...	And...	Then...	Otherwise...
Your account balance reaches \$6,000 <b>on or after 1 October 2020</b>	An on-time employer contribution is received for you <ul style="list-style-type: none"> <li>• between 1 April and the date cover recommences (the date your balance reaches \$6,000) or</li> <li>• within 120 days of commencing with your current/most recent employer</li> </ul>	If eligible, you will receive the <b>same level of standard cover that would apply to a new CareSuper member</b> (in your category of membership), who is eligible for standard cover, as at the day cover recommences.	You will receive the same level of standard cover that would apply to a new CareSuper member (in your category of membership), who is eligible for standard cover, as at the day cover recommences. This will be limited cover* for two years from the date cover recommences.

\*Limited cover will become full cover if you're in active employment for months 23 and 24 of the two-year period. If you're not, limited cover will remain until you've completed two consecutive months of active employment.

### Example

Luca started a new job on 1 February and his employer made his first contribution for him within 120 days. At 1 April, Luca's balance had only reached \$1,000 so his death and TPD cover was cancelled. Luca's balance reached \$6,000 on 1 December. As his employer had made on-time contributions for him between 1 April and 1 December, Luca received standard cover effective 1 December.



# Terms used

The insurance information in this fact sheet is a summary only of significant terms and conditions relating to the circumstances in which insurance cover is provided, ceases or is reinstated.

Other terms and conditions apply as summarised in the **Insurance Guide** relevant to your membership, Below are some of the terms used in this fact sheet and what they mean.

## ACTIVE ACCOUNT

An active account is one that is receiving contributions, transfers-in or other money in. An **inactive account** is where no contributions or transfers-in have been received into your account for at least 16 continuous months.

## ACTIVE EMPLOYMENT

You are employed to carry out identifiable duties, are actually performing those duties and, in our insurer's opinion, are not restricted by sickness or injury from carrying out those duties on a full-time (where full-time means 35 hours per week) basis, or the duties of your usual occupation on a full-time basis (even if not then working on a full-time basis).

## LIMITED COVER

Limited cover will apply to your account if any of the following conditions apply at the date cover is loaded to your account:

- The insured member is not in active employment for all of the first 30 days of cover
- Employer contributions are not received for the insured member within 120 days of their being first eligible for cover
- Employer contributions are not received for the insured member for a period that includes the date the insured member first meets all legislative requirements for receiving cover.
- Where the insured member meets all legislative requirements for receiving cover by electing to receive standard cover more than six months after becoming a member of the fund.

If you hold limited cover on your account, you are only covered for claims arising from:

- A sickness which first became apparent, or
- An injury which first occurred

on or after the date your cover last commenced or increased.

## ON-TIME EMPLOYER CONTRIBUTION

On-time employer contributions are those made by the following dates:

Quarter	Superannuation contribution due date
1 July – 30 September	28 October
1 October – 31 December	28 January
1 January – 31 March	28 April
1 April – 30 June	28 July



### NEED HELP?

For more information on these changes go to [caresuper.com.au/PMIF](https://caresuper.com.au/PMIF) or call **1300 110 650** from 8am to 8pm Monday to Friday (AET).

You can also contact us by going to [caresuper.com.au/getintouch](https://caresuper.com.au/getintouch).

**Disclaimer:** The information provided in this document is general advice only and has been prepared without taking into account your particular financial needs, circumstances or objectives. You should consider your own investment objectives, financial situation and needs and read the appropriate product disclosure statement before making a decision. You may also wish to consult a licensed financial adviser.

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