

PENNSYLVANIA LIFE, ACCIDENT AND HEALTH INSURANCE LICENSE STUDY GUIDE - EXAM 7 (150 QUESTIONS)

This 150-question practice exam covers life insurance, accident and health insurance, Medicare, and Pennsylvania producer conduct. It is study material only, not an official licensing examination. Select the single best answer before reviewing the answer key and explanations.

1. In an insurance scenario, which policy is designed to pay a debt balance that declines over time?
 - A. Variable life insurance under the stated policy design
 - B. Decreasing term insurance under the stated policy design
 - C. Whole life insurance under the stated policy design
 - D. Endowment insurance under the stated policy design
2. In an insurance scenario, what does a convertible term policy permit the owner to do?
 - A. Change the insured automatically under the stated policy design
 - B. Skip every premium under the stated policy design
 - C. Exchange term coverage for permanent coverage without new evidence under the stated policy design
 - D. Borrow cash value immediately under the stated policy design
3. In an insurance scenario, an annually renewable term policy has a premium that generally?
 - A. May increase at renewal as the insured ages under the stated policy design
 - B. Builds guaranteed cash value under the stated policy design
 - C. Is fixed for life under the stated policy design
 - D. Is paid only at death under the stated policy design
4. In an insurance scenario, what is the purpose of a return-of-premium term feature?
 - A. It eliminates underwriting under the stated policy design
 - B. It may return stated premiums if the insured survives the term under the stated policy design
 - C. It guarantees policy dividends under the stated policy design
 - D. It replaces the death benefit under the stated policy design
5. In an insurance scenario, an endowment policy pays its face amount when?
 - A. Only after a policy loan under the stated policy design
 - B. Only when a beneficiary dies under the stated policy design
 - C. Only upon disability under the stated policy design
 - D. The insured dies or the policy reaches its endowment date under the stated policy design
6. In an insurance scenario, a viatical settlement generally involves?
 - A. Surrendering a group certificate under the stated policy design
 - B. Borrowing from an annuity under the stated policy design
 - C. Selling a life policy to a third party for an amount below death benefit under the stated policy design
 - D. Converting health coverage to Medicare under the stated policy design
7. In an insurance scenario, a life settlement is commonly associated with?
 - A. Sale of an existing life policy to a third party under the stated policy design
 - B. Purchase of a new group plan under the stated policy design
 - C. Replacement of disability income under the stated policy design
 - D. Payment of hospital benefits under the stated policy design
8. In an insurance scenario, the policyowner has the right to?

- A. Change insurer state laws under the stated policy design
 - B. Exercise ownership rights under the contract under the stated policy design
 - C. Set premium tax rates under the stated policy design
 - D. Approve all claims under the stated policy design
9. In an insurance scenario, a contingent beneficiary receives proceeds if?
- A. The owner misses a premium under the stated policy design
 - B. The insurer becomes insolvent under the stated policy design
 - C. No primary beneficiary survives the insured under the stated policy design
 - D. The producer resigns under the stated policy design
10. In an insurance scenario, a common-disaster provision addresses?
- A. A weather exclusion in health insurance under the stated policy design
 - B. A disability waiting period under the stated policy design
 - C. A group conversion privilege under the stated policy design
 - D. Uncertain order of death when insured and beneficiary die together under the stated policy design
11. In an insurance scenario, what is a dividend option?
- A. An underwriting class under the stated policy design
 - B. A health-plan deductible under the stated policy design
 - C. A way to name a beneficiary under the stated policy design
 - D. A method for using dividends declared on a participating policy under the stated policy design
12. In an insurance scenario, paid-up additions use dividends to?
- A. Change the beneficiary under the stated policy design
 - B. Pay a policy loan interest rate under the stated policy design
 - C. Purchase additional permanent insurance under the stated policy design
 - D. Extend a grace period under the stated policy design
13. In an insurance scenario, the extended-term nonforfeiture option uses cash value to?
- A. Buy a reduced death benefit for life under the stated policy design
 - B. Buy term coverage for the full face amount for a limited time under the stated policy design
 - C. Pay all future premiums forever under the stated policy design
 - D. Create an annuity income under the stated policy design
14. In an insurance scenario, the reduced paid-up option provides?
- A. A smaller amount of permanent paid-up insurance under the stated policy design
 - B. An immediate annuity under the stated policy design
 - C. A premium waiver rider under the stated policy design
 - D. Full face amount term coverage under the stated policy design
15. In an insurance scenario, a fixed amount settlement option pays?
- A. Only policy interest forever under the stated policy design
 - B. The full benefit at once under the stated policy design
 - C. A monthly amount for life only under the stated policy design
 - D. A stated dollar amount periodically until proceeds are exhausted under the stated policy design
16. In an insurance scenario, a life-income settlement option is designed to provide?
- A. Income that cannot be outlived by the payee under the stated policy design
 - B. A guaranteed cash value under the stated policy design

- C. Only a fixed number of payments under the stated policy design
 - D. A single premium refund under the stated policy design
- 17.** In an insurance scenario, what is the purpose of an accelerated death benefit?
- A. It converts life insurance to health insurance under the stated policy design
 - B. It permits eligible access to part of death benefit while living under the stated policy design
 - C. It removes the beneficiary under the stated policy design
 - D. It doubles every policy dividend under the stated policy design
- 18.** In an insurance scenario, a payor benefit rider is most often used with insurance on a?
- A. Business partner only under the stated policy design
 - B. Retiree with Medicare under the stated policy design
 - C. Child, waiving premiums if the payor dies or is disabled under the stated policy design
 - D. Producer employee under the stated policy design
- 19.** In an insurance scenario, a cost-of-living rider is intended to?
- A. Eliminate all premiums under the stated policy design
 - B. Change the insured age under the stated policy design
 - C. Guarantee dividends under the stated policy design
 - D. Adjust benefits for changes in purchasing power under the stated policy design
- 20.** In an insurance scenario, a policy illustration is intended to?
- A. Guarantee future dividends under the stated policy design
 - B. Settle a death claim under the stated policy design
 - C. Show how nonguaranteed values may vary under the stated policy design
 - D. Replace the contract under the stated policy design
- 21.** In an insurance scenario, what is an indemnity health plan?
- A. A plan with only a primary-care gatekeeper under the stated policy design
 - B. A plan that reimburses covered expenses without requiring a provider network under the stated policy design
 - C. A life insurance policy under the stated policy design
 - D. A disability income rider under the stated policy design
- 22.** In an insurance scenario, usual, customary, and reasonable charges describe?
- A. A basis for determining covered medical expense amounts under the stated policy design
 - B. A policy cash-value formula under the stated policy design
 - C. A life-policy settlement option under the stated policy design
 - D. A producer commission schedule under the stated policy design
- 23.** In an insurance scenario, a calendar-year deductible resets?
- A. Whenever a claim is paid under the stated policy design
 - B. At the beginning of each new calendar year under the stated policy design
 - C. After a beneficiary change under the stated policy design
 - D. Only at policy issue under the stated policy design
- 24.** In an insurance scenario, an embedded deductible in family coverage applies?
- A. Only to the employer under the stated policy design
 - B. Only after Medicare pays under the stated policy design
 - C. Separately to each covered person before family threshold is met under the stated policy design
 - D. Only to life insurance under the stated policy design

25. In an insurance scenario, a preferred provider is usually?
- A. A contracted provider accepting negotiated plan rates under the stated policy design
 - B. An insurer claims adjuster under the stated policy design
 - C. The policyowner beneficiary under the stated policy design
 - D. Any provider outside the network under the stated policy design
26. In an insurance scenario, utilization review is intended to?
- A. Determine life-policy cash value under the stated policy design
 - B. Issue producer licenses under the stated policy design
 - C. Set insurer stock price under the stated policy design
 - D. Evaluate medical necessity and appropriate use of services under the stated policy design
27. In an insurance scenario, precertification commonly requires?
- A. Advance approval for specified services under the plan under the stated policy design
 - B. A new life application under the stated policy design
 - C. Payment of an annuity premium under the stated policy design
 - D. A beneficiary signature at death under the stated policy design
28. In an insurance scenario, what is a formulary?
- A. A hospital claim form under the stated policy design
 - B. A plan list of covered prescription drugs under the stated policy design
 - C. A producer appointment list under the stated policy design
 - D. A list of life beneficiaries under the stated policy design
29. In an insurance scenario, generic drug substitution commonly seeks to?
- A. Replace Medicare Part A under the stated policy design
 - B. Increase the policy deductible under the stated policy design
 - C. Cancel a drug benefit under the stated policy design
 - D. Use a lower-cost therapeutically equivalent drug when appropriate under the stated policy design
30. In an insurance scenario, a health savings account must generally be paired with?
- A. A fixed annuity under the stated policy design
 - B. A hospital indemnity policy under the stated policy design
 - C. A qualified high-deductible health plan under the stated policy design
 - D. A whole life policy under the stated policy design
31. In an insurance scenario, flexible spending account contributions are generally?
- A. Paid as life-policy dividends under the stated policy design
 - B. Guaranteed to roll over without limits under the stated policy design
 - C. Used for qualified expenses under employer plan rules under the stated policy design
 - D. Used only for property losses under the stated policy design
32. In an insurance scenario, a dental plan often uses a waiting period to?
- A. Set life-policy cash value under the stated policy design
 - B. Limit immediate use of certain benefits after enrollment under the stated policy design
 - C. Increase death benefits under the stated policy design
 - D. Create Medicare eligibility under the stated policy design
33. In an insurance scenario, vision insurance commonly helps cover?
- A. Life-policy loans under the stated policy design

- B. Long-term custodial care under the stated policy design
 - C. Inpatient surgery only under the stated policy design
 - D. Exams, lenses, frames, or contacts under plan terms under the stated policy design
- 34.** In an insurance scenario, a blanket health policy covers?
- A. A group exposed to a common risk without naming every individual under the stated policy design
 - B. Only an employer owner under the stated policy design
 - C. A life-policy beneficiary under the stated policy design
 - D. Only a single family under the stated policy design
- 35.** In an insurance scenario, an association group plan may cover members who?
- A. Have identical medical claims under the stated policy design
 - B. Are all beneficiaries of one life policy under the stated policy design
 - C. Share membership in an eligible association under the stated policy design
 - D. Own a common building under the stated policy design
- 36.** In an insurance scenario, a multiple-employer welfare arrangement involves?
- A. A sole-proprietor annuity under the stated policy design
 - B. Health benefits arranged for employees of more than one employer under the stated policy design
 - C. Only Medicare beneficiaries under the stated policy design
 - D. One employee life policy under the stated policy design
- 37.** In an insurance scenario, a franchise insurance arrangement commonly permits?
- A. Only group master policies under the stated policy design
 - B. Only workers compensation under the stated policy design
 - C. Only Medicare supplements under the stated policy design
 - D. Individual policies sold through an employer or association under the stated policy design
- 38.** In an insurance scenario, which benefit is commonly included in major medical coverage?
- A. Property replacement cost under the stated policy design
 - B. Broad coverage for medically necessary covered expenses under the stated policy design
 - C. A guaranteed life dividend under the stated policy design
 - D. A fixed annuity payment under the stated policy design
- 39.** In an insurance scenario, an exclusion in a health policy identifies?
- A. A loss or service the policy does not cover under the stated policy design
 - B. A policy dividend option under the stated policy design
 - C. A producer license type under the stated policy design
 - D. A beneficiary class under the stated policy design
- 40.** In an insurance scenario, an emergency-care benefit addresses?
- A. Covered care for sudden serious conditions requiring prompt treatment under the stated policy design
 - B. Only elective cosmetic care under the stated policy design
 - C. Only routine physicals under the stated policy design
 - D. Only life-policy claims under the stated policy design
- 41.** In an insurance scenario, medicare Supplement insurance is designed to?
- A. Cover workers compensation under the stated policy design
 - B. Provide life insurance under the stated policy design
 - C. Help pay certain gaps in Original Medicare under the stated policy design

- D. Replace all Medicare eligibility rules under the stated policy design
- 42.** In an insurance scenario, medicare Advantage plans are generally offered by?
- A. Life insurance producers under the stated policy design
 - B. Only state Medicaid offices under the stated policy design
 - C. Hospital indemnity carriers only under the stated policy design
 - D. Private insurers approved to provide Medicare benefits under the stated policy design
- 43.** In an insurance scenario, a Medigap policy is intended to coordinate with?
- A. Original Medicare under the stated policy design
 - B. Workers compensation only under the stated policy design
 - C. A dental discount plan under the stated policy design
 - D. A life insurance policy under the stated policy design
- 44.** In an insurance scenario, part C is another name for?
- A. Prescription-only coverage under the stated policy design
 - B. Original Medicare hospital coverage under the stated policy design
 - C. Medicare Advantage under the stated policy design
 - D. Medicaid eligibility under the stated policy design
- 45.** In an insurance scenario, a Medicare enrollment period is important because it?
- A. Sets a life-policy grace period under the stated policy design
 - B. Names a beneficiary under the stated policy design
 - C. Creates cash value under the stated policy design
 - D. Provides specified times to enroll or change coverage under the stated policy design
- 46.** In an insurance scenario, a producer must provide truthful information because?
- A. It eliminates all premiums under the stated policy design
 - B. Misleading sales practices can harm consumers under the stated policy design
 - C. It guarantees policy issue under the stated policy design
 - D. It replaces underwriting under the stated policy design
- 47.** In an insurance scenario, an insurer advertising policy benefits should avoid?
- A. Giving a policy summary under the stated policy design
 - B. Using approved policy language under the stated policy design
 - C. Omitting material limitations that make the message misleading under the stated policy design
 - D. Identifying the insurer under the stated policy design
- 48.** In an insurance scenario, a producer should safeguard consumer information to?
- A. Avoid premium collection under the stated policy design
 - B. Protect privacy and support compliant business practices under the stated policy design
 - C. Guarantee a claim payment under the stated policy design
 - D. Change state law under the stated policy design
- 49.** In an insurance scenario, when collecting premium, a producer should?
- A. Hold it outside records under the stated policy design
 - B. Treat it as a gift under the stated policy design
 - C. Use it for personal expenses under the stated policy design
 - D. Promptly account for and remit funds as required under the stated policy design

50. In an insurance scenario, an insurance complaint may be reviewed by?
- A. The Pennsylvania Insurance Department under the stated policy design
 - B. A Medicare contractor only under the stated policy design
 - C. Only the policy beneficiary under the stated policy design
 - D. A life settlement buyer under the stated policy design
51. For Exam 7 review, which policy is designed to pay a debt balance that declines over time?
- A. Variable life insurance under the stated policy design
 - B. Endowment insurance under the stated policy design
 - C. Decreasing term insurance under the stated policy design
 - D. Whole life insurance under the stated policy design
52. For Exam 7 review, what does a convertible term policy permit the owner to do?
- A. Exchange term coverage for permanent coverage without new evidence under the stated policy design
 - B. Skip every premium under the stated policy design
 - C. Borrow cash value immediately under the stated policy design
 - D. Change the insured automatically under the stated policy design
53. For Exam 7 review, an annually renewable term policy has a premium that generally?
- A. Is paid only at death under the stated policy design
 - B. Builds guaranteed cash value under the stated policy design
 - C. Is fixed for life under the stated policy design
 - D. May increase at renewal as the insured ages under the stated policy design
54. For Exam 7 review, what is the purpose of a return-of-premium term feature?
- A. It guarantees policy dividends under the stated policy design
 - B. It may return stated premiums if the insured survives the term under the stated policy design
 - C. It eliminates underwriting under the stated policy design
 - D. It replaces the death benefit under the stated policy design
55. For Exam 7 review, an endowment policy pays its face amount when?
- A. Only upon disability under the stated policy design
 - B. Only when a beneficiary dies under the stated policy design
 - C. The insured dies or the policy reaches its endowment date under the stated policy design
 - D. Only after a policy loan under the stated policy design
56. For Exam 7 review, a viatical settlement generally involves?
- A. Borrowing from an annuity under the stated policy design
 - B. Converting health coverage to Medicare under the stated policy design
 - C. Surrendering a group certificate under the stated policy design
 - D. Selling a life policy to a third party for an amount below death benefit under the stated policy design
57. For Exam 7 review, a life settlement is commonly associated with?
- A. Payment of hospital benefits under the stated policy design
 - B. Sale of an existing life policy to a third party under the stated policy design
 - C. Purchase of a new group plan under the stated policy design
 - D. Replacement of disability income under the stated policy design
58. For Exam 7 review, the policyowner has the right to?
- A. Exercise ownership rights under the contract under the stated policy design

- B. Set premium tax rates under the stated policy design
 - C. Change insurer state laws under the stated policy design
 - D. Approve all claims under the stated policy design
- 59.** For Exam 7 review, a contingent beneficiary receives proceeds if?
- A. No primary beneficiary survives the insured under the stated policy design
 - B. The owner misses a premium under the stated policy design
 - C. The insurer becomes insolvent under the stated policy design
 - D. The producer resigns under the stated policy design
- 60.** For Exam 7 review, a common-disaster provision addresses?
- A. A weather exclusion in health insurance under the stated policy design
 - B. A disability waiting period under the stated policy design
 - C. A group conversion privilege under the stated policy design
 - D. Uncertain order of death when insured and beneficiary die together under the stated policy design
- 61.** For Exam 7 review, what is a dividend option?
- A. A health-plan deductible under the stated policy design
 - B. A way to name a beneficiary under the stated policy design
 - C. A method for using dividends declared on a participating policy under the stated policy design
 - D. An underwriting class under the stated policy design
- 62.** For Exam 7 review, paid-up additions use dividends to?
- A. Extend a grace period under the stated policy design
 - B. Purchase additional permanent insurance under the stated policy design
 - C. Pay a policy loan interest rate under the stated policy design
 - D. Change the beneficiary under the stated policy design
- 63.** For Exam 7 review, the extended-term nonforfeiture option uses cash value to?
- A. Buy a reduced death benefit for life under the stated policy design
 - B. Create an annuity income under the stated policy design
 - C. Buy term coverage for the full face amount for a limited time under the stated policy design
 - D. Pay all future premiums forever under the stated policy design
- 64.** For Exam 7 review, the reduced paid-up option provides?
- A. A premium waiver rider under the stated policy design
 - B. An immediate annuity under the stated policy design
 - C. Full face amount term coverage under the stated policy design
 - D. A smaller amount of permanent paid-up insurance under the stated policy design
- 65.** For Exam 7 review, a fixed amount settlement option pays?
- A. The full benefit at once under the stated policy design
 - B. A stated dollar amount periodically until proceeds are exhausted under the stated policy design
 - C. A monthly amount for life only under the stated policy design
 - D. Only policy interest forever under the stated policy design
- 66.** For Exam 7 review, a life-income settlement option is designed to provide?
- A. Income that cannot be outlived by the payee under the stated policy design
 - B. A single premium refund under the stated policy design
 - C. A guaranteed cash value under the stated policy design

- D. Only a fixed number of payments under the stated policy design
- 67.** For Exam 7 review, what is the purpose of an accelerated death benefit?
- A. It permits eligible access to part of death benefit while living under the stated policy design
 - B. It doubles every policy dividend under the stated policy design
 - C. It removes the beneficiary under the stated policy design
 - D. It converts life insurance to health insurance under the stated policy design
- 68.** For Exam 7 review, a payor benefit rider is most often used with insurance on a?
- A. Business partner only under the stated policy design
 - B. Producer employee under the stated policy design
 - C. Child, waiving premiums if the payor dies or is disabled under the stated policy design
 - D. Retiree with Medicare under the stated policy design
- 69.** For Exam 7 review, a cost-of-living rider is intended to?
- A. Change the insured age under the stated policy design
 - B. Guarantee dividends under the stated policy design
 - C. Eliminate all premiums under the stated policy design
 - D. Adjust benefits for changes in purchasing power under the stated policy design
- 70.** For Exam 7 review, a policy illustration is intended to?
- A. Settle a death claim under the stated policy design
 - B. Show how nonguaranteed values may vary under the stated policy design
 - C. Replace the contract under the stated policy design
 - D. Guarantee future dividends under the stated policy design
- 71.** For Exam 7 review, what is an indemnity health plan?
- A. A life insurance policy under the stated policy design
 - B. A plan with only a primary-care gatekeeper under the stated policy design
 - C. A disability income rider under the stated policy design
 - D. A plan that reimburses covered expenses without requiring a provider network under the stated policy design
- 72.** For Exam 7 review, usual, customary, and reasonable charges describe?
- A. A producer commission schedule under the stated policy design
 - B. A basis for determining covered medical expense amounts under the stated policy design
 - C. A life-policy settlement option under the stated policy design
 - D. A policy cash-value formula under the stated policy design
- 73.** For Exam 7 review, a calendar-year deductible resets?
- A. At the beginning of each new calendar year under the stated policy design
 - B. Only at policy issue under the stated policy design
 - C. Whenever a claim is paid under the stated policy design
 - D. After a beneficiary change under the stated policy design
- 74.** For Exam 7 review, an embedded deductible in family coverage applies?
- A. Only to the employer under the stated policy design
 - B. Only after Medicare pays under the stated policy design
 - C. Separately to each covered person before family threshold is met under the stated policy design
 - D. Only to life insurance under the stated policy design

75. For Exam 7 review, a preferred provider is usually?
- A. An insurer claims adjuster under the stated policy design
 - B. The policyowner beneficiary under the stated policy design
 - C. Any provider outside the network under the stated policy design
 - D. A contracted provider accepting negotiated plan rates under the stated policy design
76. For Exam 7 review, utilization review is intended to?
- A. Evaluate medical necessity and appropriate use of services under the stated policy design
 - B. Issue producer licenses under the stated policy design
 - C. Set insurer stock price under the stated policy design
 - D. Determine life-policy cash value under the stated policy design
77. For Exam 7 review, precertification commonly requires?
- A. Payment of an annuity premium under the stated policy design
 - B. A new life application under the stated policy design
 - C. Advance approval for specified services under the plan under the stated policy design
 - D. A beneficiary signature at death under the stated policy design
78. For Exam 7 review, what is a formulary?
- A. A hospital claim form under the stated policy design
 - B. A plan list of covered prescription drugs under the stated policy design
 - C. A producer appointment list under the stated policy design
 - D. A list of life beneficiaries under the stated policy design
79. For Exam 7 review, generic drug substitution commonly seeks to?
- A. Cancel a drug benefit under the stated policy design
 - B. Use a lower-cost therapeutically equivalent drug when appropriate under the stated policy design
 - C. Increase the policy deductible under the stated policy design
 - D. Replace Medicare Part A under the stated policy design
80. For Exam 7 review, a health savings account must generally be paired with?
- A. A hospital indemnity policy under the stated policy design
 - B. A whole life policy under the stated policy design
 - C. A qualified high-deductible health plan under the stated policy design
 - D. A fixed annuity under the stated policy design
81. For Exam 7 review, flexible spending account contributions are generally?
- A. Used only for property losses under the stated policy design
 - B. Guaranteed to roll over without limits under the stated policy design
 - C. Paid as life-policy dividends under the stated policy design
 - D. Used for qualified expenses under employer plan rules under the stated policy design
82. For Exam 7 review, a dental plan often uses a waiting period to?
- A. Limit immediate use of certain benefits after enrollment under the stated policy design
 - B. Increase death benefits under the stated policy design
 - C. Create Medicare eligibility under the stated policy design
 - D. Set life-policy cash value under the stated policy design
83. For Exam 7 review, vision insurance commonly helps cover?
- A. Long-term custodial care under the stated policy design

- B. Inpatient surgery only under the stated policy design
 - C. Exams, lenses, frames, or contacts under plan terms under the stated policy design
 - D. Life-policy loans under the stated policy design
- 84.** For Exam 7 review, a blanket health policy covers?
- A. Only a single family under the stated policy design
 - B. A group exposed to a common risk without naming every individual under the stated policy design
 - C. Only an employer owner under the stated policy design
 - D. A life-policy beneficiary under the stated policy design
- 85.** For Exam 7 review, an association group plan may cover members who?
- A. Own a common building under the stated policy design
 - B. Are all beneficiaries of one life policy under the stated policy design
 - C. Have identical medical claims under the stated policy design
 - D. Share membership in an eligible association under the stated policy design
- 86.** For Exam 7 review, a multiple-employer welfare arrangement involves?
- A. Health benefits arranged for employees of more than one employer under the stated policy design
 - B. Only Medicare beneficiaries under the stated policy design
 - C. One employee life policy under the stated policy design
 - D. A sole-proprietor annuity under the stated policy design
- 87.** For Exam 7 review, a franchise insurance arrangement commonly permits?
- A. Only Medicare supplements under the stated policy design
 - B. Only group master policies under the stated policy design
 - C. Only workers compensation under the stated policy design
 - D. Individual policies sold through an employer or association under the stated policy design
- 88.** For Exam 7 review, which benefit is commonly included in major medical coverage?
- A. A fixed annuity payment under the stated policy design
 - B. Broad coverage for medically necessary covered expenses under the stated policy design
 - C. A guaranteed life dividend under the stated policy design
 - D. Property replacement cost under the stated policy design
- 89.** For Exam 7 review, an exclusion in a health policy identifies?
- A. A policy dividend option under the stated policy design
 - B. A producer license type under the stated policy design
 - C. A loss or service the policy does not cover under the stated policy design
 - D. A beneficiary class under the stated policy design
- 90.** For Exam 7 review, an emergency-care benefit addresses?
- A. Covered care for sudden serious conditions requiring prompt treatment under the stated policy design
 - B. Only life-policy claims under the stated policy design
 - C. Only elective cosmetic care under the stated policy design
 - D. Only routine physicals under the stated policy design
- 91.** For Exam 7 review, medicare Supplement insurance is designed to?
- A. Cover workers compensation under the stated policy design
 - B. Help pay certain gaps in Original Medicare under the stated policy design
 - C. Replace all Medicare eligibility rules under the stated policy design

- D. Provide life insurance under the stated policy design
- 92.** For Exam 7 review, medicare Advantage plans are generally offered by?
- A. Private insurers approved to provide Medicare benefits under the stated policy design
 - B. Only state Medicaid offices under the stated policy design
 - C. Life insurance producers under the stated policy design
 - D. Hospital indemnity carriers only under the stated policy design
- 93.** For Exam 7 review, a Medigap policy is intended to coordinate with?
- A. Workers compensation only under the stated policy design
 - B. A life insurance policy under the stated policy design
 - C. A dental discount plan under the stated policy design
 - D. Original Medicare under the stated policy design
- 94.** For Exam 7 review, part C is another name for?
- A. Prescription-only coverage under the stated policy design
 - B. Medicaid eligibility under the stated policy design
 - C. Medicare Advantage under the stated policy design
 - D. Original Medicare hospital coverage under the stated policy design
- 95.** For Exam 7 review, a Medicare enrollment period is important because it?
- A. Names a beneficiary under the stated policy design
 - B. Sets a life-policy grace period under the stated policy design
 - C. Provides specified times to enroll or change coverage under the stated policy design
 - D. Creates cash value under the stated policy design
- 96.** For Exam 7 review, a producer must provide truthful information because?
- A. It guarantees policy issue under the stated policy design
 - B. Misleading sales practices can harm consumers under the stated policy design
 - C. It eliminates all premiums under the stated policy design
 - D. It replaces underwriting under the stated policy design
- 97.** For Exam 7 review, an insurer advertising policy benefits should avoid?
- A. Omitting material limitations that make the message misleading under the stated policy design
 - B. Identifying the insurer under the stated policy design
 - C. Giving a policy summary under the stated policy design
 - D. Using approved policy language under the stated policy design
- 98.** For Exam 7 review, a producer should safeguard consumer information to?
- A. Change state law under the stated policy design
 - B. Avoid premium collection under the stated policy design
 - C. Guarantee a claim payment under the stated policy design
 - D. Protect privacy and support compliant business practices under the stated policy design
- 99.** For Exam 7 review, when collecting premium, a producer should?
- A. Promptly account for and remit funds as required under the stated policy design
 - B. Use it for personal expenses under the stated policy design
 - C. Treat it as a gift under the stated policy design
 - D. Hold it outside records under the stated policy design

- 100.** For Exam 7 review, an insurance complaint may be reviewed by?
- A. A Medicare contractor only under the stated policy design
 - B. Only the policy beneficiary under the stated policy design
 - C. A life settlement buyer under the stated policy design
 - D. The Pennsylvania Insurance Department under the stated policy design
- 101.** When discussing coverage with a Pennsylvania applicant, which policy is designed to pay a debt balance that declines over time?
- A. Endowment insurance under the stated policy design
 - B. Decreasing term insurance under the stated policy design
 - C. Whole life insurance under the stated policy design
 - D. Variable life insurance under the stated policy design
- 102.** When discussing coverage with a Pennsylvania applicant, what does a convertible term policy permit the owner to do?
- A. Borrow cash value immediately under the stated policy design
 - B. Change the insured automatically under the stated policy design
 - C. Exchange term coverage for permanent coverage without new evidence under the stated policy design
 - D. Skip every premium under the stated policy design
- 103.** When discussing coverage with a Pennsylvania applicant, an annually renewable term policy has a premium that generally?
- A. May increase at renewal as the insured ages under the stated policy design
 - B. Is paid only at death under the stated policy design
 - C. Builds guaranteed cash value under the stated policy design
 - D. Is fixed for life under the stated policy design
- 104.** When discussing coverage with a Pennsylvania applicant, what is the purpose of a return-of-premium term feature?
- A. It guarantees policy dividends under the stated policy design
 - B. It replaces the death benefit under the stated policy design
 - C. It eliminates underwriting under the stated policy design
 - D. It may return stated premiums if the insured survives the term under the stated policy design
- 105.** When discussing coverage with a Pennsylvania applicant, an endowment policy pays its face amount when?
- A. Only after a policy loan under the stated policy design
 - B. Only when a beneficiary dies under the stated policy design
 - C. The insured dies or the policy reaches its endowment date under the stated policy design
 - D. Only upon disability under the stated policy design
- 106.** When discussing coverage with a Pennsylvania applicant, a viatical settlement generally involves?
- A. Converting health coverage to Medicare under the stated policy design
 - B. Selling a life policy to a third party for an amount below death benefit under the stated policy design
 - C. Borrowing from an annuity under the stated policy design
 - D. Surrendering a group certificate under the stated policy design
- 107.** When discussing coverage with a Pennsylvania applicant, a life settlement is commonly associated with?
- A. Sale of an existing life policy to a third party under the stated policy design
 - B. Payment of hospital benefits under the stated policy design
 - C. Purchase of a new group plan under the stated policy design

- D. Replacement of disability income under the stated policy design
- 108.** When discussing coverage with a Pennsylvania applicant, the policyowner has the right to?
- A. Approve all claims under the stated policy design
 - B. Exercise ownership rights under the contract under the stated policy design
 - C. Set premium tax rates under the stated policy design
 - D. Change insurer state laws under the stated policy design
- 109.** When discussing coverage with a Pennsylvania applicant, a contingent beneficiary receives proceeds if?
- A. The producer resigns under the stated policy design
 - B. The insurer becomes insolvent under the stated policy design
 - C. The owner misses a premium under the stated policy design
 - D. No primary beneficiary survives the insured under the stated policy design
- 110.** When discussing coverage with a Pennsylvania applicant, a common-disaster provision addresses?
- A. A disability waiting period under the stated policy design
 - B. A group conversion privilege under the stated policy design
 - C. Uncertain order of death when insured and beneficiary die together under the stated policy design
 - D. A weather exclusion in health insurance under the stated policy design
- 111.** When discussing coverage with a Pennsylvania applicant, what is a dividend option?
- A. An underwriting class under the stated policy design
 - B. A method for using dividends declared on a participating policy under the stated policy design
 - C. A health-plan deductible under the stated policy design
 - D. A way to name a beneficiary under the stated policy design
- 112.** When discussing coverage with a Pennsylvania applicant, paid-up additions use dividends to?
- A. Change the beneficiary under the stated policy design
 - B. Extend a grace period under the stated policy design
 - C. Pay a policy loan interest rate under the stated policy design
 - D. Purchase additional permanent insurance under the stated policy design
- 113.** When discussing coverage with a Pennsylvania applicant, the extended-term nonforfeiture option uses cash value to?
- A. Buy term coverage for the full face amount for a limited time under the stated policy design
 - B. Pay all future premiums forever under the stated policy design
 - C. Create an annuity income under the stated policy design
 - D. Buy a reduced death benefit for life under the stated policy design
- 114.** When discussing coverage with a Pennsylvania applicant, the reduced paid-up option provides?
- A. A premium waiver rider under the stated policy design
 - B. An immediate annuity under the stated policy design
 - C. A smaller amount of permanent paid-up insurance under the stated policy design
 - D. Full face amount term coverage under the stated policy design
- 115.** When discussing coverage with a Pennsylvania applicant, a fixed amount settlement option pays?
- A. A stated dollar amount periodically until proceeds are exhausted under the stated policy design
 - B. A monthly amount for life only under the stated policy design
 - C. The full benefit at once under the stated policy design
 - D. Only policy interest forever under the stated policy design

- 116.** When discussing coverage with a Pennsylvania applicant, a life-income settlement option is designed to provide?
- A. A single premium refund under the stated policy design
 - B. Only a fixed number of payments under the stated policy design
 - C. Income that cannot be outlived by the payee under the stated policy design
 - D. A guaranteed cash value under the stated policy design
- 117.** When discussing coverage with a Pennsylvania applicant, what is the purpose of an accelerated death benefit?
- A. It removes the beneficiary under the stated policy design
 - B. It permits eligible access to part of death benefit while living under the stated policy design
 - C. It converts life insurance to health insurance under the stated policy design
 - D. It doubles every policy dividend under the stated policy design
- 118.** When discussing coverage with a Pennsylvania applicant, a payor benefit rider is most often used with insurance on a?
- A. Retiree with Medicare under the stated policy design
 - B. Producer employee under the stated policy design
 - C. Business partner only under the stated policy design
 - D. Child, waiving premiums if the payor dies or is disabled under the stated policy design
- 119.** When discussing coverage with a Pennsylvania applicant, a cost-of-living rider is intended to?
- A. Guarantee dividends under the stated policy design
 - B. Eliminate all premiums under the stated policy design
 - C. Change the insured age under the stated policy design
 - D. Adjust benefits for changes in purchasing power under the stated policy design
- 120.** When discussing coverage with a Pennsylvania applicant, a policy illustration is intended to?
- A. Replace the contract under the stated policy design
 - B. Guarantee future dividends under the stated policy design
 - C. Show how nonguaranteed values may vary under the stated policy design
 - D. Settle a death claim under the stated policy design
- 121.** When discussing coverage with a Pennsylvania applicant, what is an indemnity health plan?
- A. A plan that reimburses covered expenses without requiring a provider network under the stated policy design
 - B. A disability income rider under the stated policy design
 - C. A plan with only a primary-care gatekeeper under the stated policy design
 - D. A life insurance policy under the stated policy design
- 122.** When discussing coverage with a Pennsylvania applicant, usual, customary, and reasonable charges describe?
- A. A producer commission schedule under the stated policy design
 - B. A basis for determining covered medical expense amounts under the stated policy design
 - C. A policy cash-value formula under the stated policy design
 - D. A life-policy settlement option under the stated policy design
- 123.** When discussing coverage with a Pennsylvania applicant, a calendar-year deductible resets?
- A. Only at policy issue under the stated policy design
 - B. At the beginning of each new calendar year under the stated policy design
 - C. Whenever a claim is paid under the stated policy design
 - D. After a beneficiary change under the stated policy design
- 124.** When discussing coverage with a Pennsylvania applicant, an embedded deductible in family coverage applies?

- A. Only to the employer under the stated policy design
 - B. Only to life insurance under the stated policy design
 - C. Only after Medicare pays under the stated policy design
 - D. Separately to each covered person before family threshold is met under the stated policy design
- 125.** When discussing coverage with a Pennsylvania applicant, a preferred provider is usually?
- A. Any provider outside the network under the stated policy design
 - B. The policyowner beneficiary under the stated policy design
 - C. A contracted provider accepting negotiated plan rates under the stated policy design
 - D. An insurer claims adjuster under the stated policy design
- 126.** When discussing coverage with a Pennsylvania applicant, utilization review is intended to?
- A. Evaluate medical necessity and appropriate use of services under the stated policy design
 - B. Set insurer stock price under the stated policy design
 - C. Determine life-policy cash value under the stated policy design
 - D. Issue producer licenses under the stated policy design
- 127.** When discussing coverage with a Pennsylvania applicant, precertification commonly requires?
- A. Payment of an annuity premium under the stated policy design
 - B. A beneficiary signature at death under the stated policy design
 - C. A new life application under the stated policy design
 - D. Advance approval for specified services under the plan under the stated policy design
- 128.** When discussing coverage with a Pennsylvania applicant, what is a formulary?
- A. A list of life beneficiaries under the stated policy design
 - B. A hospital claim form under the stated policy design
 - C. A plan list of covered prescription drugs under the stated policy design
 - D. A producer appointment list under the stated policy design
- 129.** When discussing coverage with a Pennsylvania applicant, generic drug substitution commonly seeks to?
- A. Cancel a drug benefit under the stated policy design
 - B. Use a lower-cost therapeutically equivalent drug when appropriate under the stated policy design
 - C. Replace Medicare Part A under the stated policy design
 - D. Increase the policy deductible under the stated policy design
- 130.** When discussing coverage with a Pennsylvania applicant, a health savings account must generally be paired with?
- A. A qualified high-deductible health plan under the stated policy design
 - B. A whole life policy under the stated policy design
 - C. A hospital indemnity policy under the stated policy design
 - D. A fixed annuity under the stated policy design
- 131.** When discussing coverage with a Pennsylvania applicant, flexible spending account contributions are generally?
- A. Used only for property losses under the stated policy design
 - B. Used for qualified expenses under employer plan rules under the stated policy design
 - C. Guaranteed to roll over without limits under the stated policy design
 - D. Paid as life-policy dividends under the stated policy design
- 132.** When discussing coverage with a Pennsylvania applicant, a dental plan often uses a waiting period to?
- A. Set life-policy cash value under the stated policy design
 - B. Create Medicare eligibility under the stated policy design

- C. Limit immediate use of certain benefits after enrollment under the stated policy design
 - D. Increase death benefits under the stated policy design
- 133.** When discussing coverage with a Pennsylvania applicant, vision insurance commonly helps cover?
- A. Exams, lenses, frames, or contacts under plan terms under the stated policy design
 - B. Long-term custodial care under the stated policy design
 - C. Life-policy loans under the stated policy design
 - D. Inpatient surgery only under the stated policy design
- 134.** When discussing coverage with a Pennsylvania applicant, a blanket health policy covers?
- A. Only an employer owner under the stated policy design
 - B. Only a single family under the stated policy design
 - C. A life-policy beneficiary under the stated policy design
 - D. A group exposed to a common risk without naming every individual under the stated policy design
- 135.** When discussing coverage with a Pennsylvania applicant, an association group plan may cover members who?
- A. Are all beneficiaries of one life policy under the stated policy design
 - B. Have identical medical claims under the stated policy design
 - C. Share membership in an eligible association under the stated policy design
 - D. Own a common building under the stated policy design
- 136.** When discussing coverage with a Pennsylvania applicant, a multiple-employer welfare arrangement involves?
- A. Health benefits arranged for employees of more than one employer under the stated policy design
 - B. One employee life policy under the stated policy design
 - C. Only Medicare beneficiaries under the stated policy design
 - D. A sole-proprietor annuity under the stated policy design
- 137.** When discussing coverage with a Pennsylvania applicant, a franchise insurance arrangement commonly permits?
- A. Only group master policies under the stated policy design
 - B. Only workers compensation under the stated policy design
 - C. Only Medicare supplements under the stated policy design
 - D. Individual policies sold through an employer or association under the stated policy design
- 138.** When discussing coverage with a Pennsylvania applicant, which benefit is commonly included in major medical coverage?
- A. A fixed annuity payment under the stated policy design
 - B. Broad coverage for medically necessary covered expenses under the stated policy design
 - C. Property replacement cost under the stated policy design
 - D. A guaranteed life dividend under the stated policy design
- 139.** When discussing coverage with a Pennsylvania applicant, an exclusion in a health policy identifies?
- A. A loss or service the policy does not cover under the stated policy design
 - B. A producer license type under the stated policy design
 - C. A policy dividend option under the stated policy design
 - D. A beneficiary class under the stated policy design
- 140.** When discussing coverage with a Pennsylvania applicant, an emergency-care benefit addresses?
- A. Only routine physicals under the stated policy design
 - B. Covered care for sudden serious conditions requiring prompt treatment under the stated policy design
 - C. Only elective cosmetic care under the stated policy design

- D. Only life-policy claims under the stated policy design
- 141.** When discussing coverage with a Pennsylvania applicant, medicare Supplement insurance is designed to?
- A. Cover workers compensation under the stated policy design
 - B. Replace all Medicare eligibility rules under the stated policy design
 - C. Help pay certain gaps in Original Medicare under the stated policy design
 - D. Provide life insurance under the stated policy design
- 142.** When discussing coverage with a Pennsylvania applicant, medicare Advantage plans are generally offered by?
- A. Hospital indemnity carriers only under the stated policy design
 - B. Life insurance producers under the stated policy design
 - C. Only state Medicaid offices under the stated policy design
 - D. Private insurers approved to provide Medicare benefits under the stated policy design
- 143.** When discussing coverage with a Pennsylvania applicant, a Medigap policy is intended to coordinate with?
- A. Original Medicare under the stated policy design
 - B. A dental discount plan under the stated policy design
 - C. A life insurance policy under the stated policy design
 - D. Workers compensation only under the stated policy design
- 144.** When discussing coverage with a Pennsylvania applicant, part C is another name for?
- A. Prescription-only coverage under the stated policy design
 - B. Original Medicare hospital coverage under the stated policy design
 - C. Medicare Advantage under the stated policy design
 - D. Medicaid eligibility under the stated policy design
- 145.** When discussing coverage with a Pennsylvania applicant, a Medicare enrollment period is important because it?
- A. Names a beneficiary under the stated policy design
 - B. Provides specified times to enroll or change coverage under the stated policy design
 - C. Creates cash value under the stated policy design
 - D. Sets a life-policy grace period under the stated policy design
- 146.** When discussing coverage with a Pennsylvania applicant, a producer must provide truthful information because?
- A. It replaces underwriting under the stated policy design
 - B. It guarantees policy issue under the stated policy design
 - C. It eliminates all premiums under the stated policy design
 - D. Misleading sales practices can harm consumers under the stated policy design
- 147.** When discussing coverage with a Pennsylvania applicant, an insurer advertising policy benefits should avoid?
- A. Using approved policy language under the stated policy design
 - B. Identifying the insurer under the stated policy design
 - C. Omitting material limitations that make the message misleading under the stated policy design
 - D. Giving a policy summary under the stated policy design
- 148.** When discussing coverage with a Pennsylvania applicant, a producer should safeguard consumer information to?
- A. Change state law under the stated policy design
 - B. Avoid premium collection under the stated policy design
 - C. Guarantee a claim payment under the stated policy design
 - D. Protect privacy and support compliant business practices under the stated policy design

149. When discussing coverage with a Pennsylvania applicant, when collecting premium, a producer should?

- A. Promptly account for and remit funds as required under the stated policy design
- B. Hold it outside records under the stated policy design
- C. Treat it as a gift under the stated policy design
- D. Use it for personal expenses under the stated policy design

150. When discussing coverage with a Pennsylvania applicant, an insurance complaint may be reviewed by?

- A. A life settlement buyer under the stated policy design
- B. The Pennsylvania Insurance Department under the stated policy design
- C. Only the policy beneficiary under the stated policy design
- D. A Medicare contractor only under the stated policy design

EXAM 7: ANSWER KEY AND EXPLANATIONS

- 1. B** - The correct answer in this policy context is Decreasing term insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 2. C** - The correct answer in this policy context is Exchange term coverage for permanent coverage without new evidence. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 3. A** - The correct answer in this policy context is May increase at renewal as the insured ages. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 4. B** - The correct answer in this policy context is It may return stated premiums if the insured survives the term. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 5. D** - The correct answer in this policy context is The insured dies or the policy reaches its endowment date. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 6. C** - The correct answer in this policy context is Selling a life policy to a third party for an amount below death benefit. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 7. A** - The correct answer in this policy context is Sale of an existing life policy to a third party. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 8. B** - The correct answer in this policy context is Exercise ownership rights under the contract. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 9. C** - The correct answer in this policy context is No primary beneficiary survives the insured. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 10. D** - The correct answer in this policy context is Uncertain order of death when insured and beneficiary die together. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 11. D** - The correct answer in this policy context is A method for using dividends declared on a participating policy. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 12. C** - The correct answer in this policy context is Purchase additional permanent insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 13. B** - The correct answer in this policy context is Buy term coverage for the full face amount for a limited time. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.

- 14. A** - The correct answer in this policy context is A smaller amount of permanent paid-up insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 15. D** - The correct answer in this policy context is A stated dollar amount periodically until proceeds are exhausted. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 16. A** - The correct answer in this policy context is Income that cannot be outlived by the payee. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 17. B** - The correct answer in this policy context is It permits eligible access to part of death benefit while living. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 18. C** - The correct answer in this policy context is Child, waiving premiums if the payor dies or is disabled. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 19. D** - The correct answer in this policy context is Adjust benefits for changes in purchasing power. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 20. C** - The correct answer in this policy context is Show how nonguaranteed values may vary. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 21. B** - The correct answer in this policy context is A plan that reimburses covered expenses without requiring a provider network. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 22. A** - The correct answer in this policy context is A basis for determining covered medical expense amounts. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 23. B** - The correct answer in this policy context is At the beginning of each new calendar year. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 24. C** - The correct answer in this policy context is Separately to each covered person before family threshold is met. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 25. A** - The correct answer in this policy context is A contracted provider accepting negotiated plan rates. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

- 26. D** - The correct answer in this policy context is Evaluate medical necessity and appropriate use of services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 27. A** - The correct answer in this policy context is Advance approval for specified services under the plan. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 28. B** - The correct answer in this policy context is A plan list of covered prescription drugs. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 29. D** - The correct answer in this policy context is Use a lower-cost therapeutically equivalent drug when appropriate. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 30. C** - The correct answer in this policy context is A qualified high-deductible health plan. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 31. C** - The correct answer in this policy context is Used for qualified expenses under employer plan rules. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 32. B** - The correct answer in this policy context is Limit immediate use of certain benefits after enrollment. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 33. D** - The correct answer in this policy context is Exams, lenses, frames, or contacts under plan terms. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 34. A** - The correct answer in this policy context is A group exposed to a common risk without naming every individual. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 35. C** - The correct answer in this policy context is Share membership in an eligible association. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 36. B** - The correct answer in this policy context is Health benefits arranged for employees of more than one employer. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 37. D** - The correct answer in this policy context is Individual policies sold through an employer or association. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

38. B - The correct answer in this policy context is Broad coverage for medically necessary covered expenses. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

39. A - The correct answer in this policy context is A loss or service the policy does not cover. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

40. A - The correct answer in this policy context is Covered care for sudden serious conditions requiring prompt treatment. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

41. C - The correct answer in this policy context is Help pay certain gaps in Original Medicare. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

42. D - The correct answer in this policy context is Private insurers approved to provide Medicare benefits. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

43. A - The correct answer in this policy context is Original Medicare. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

44. C - The correct answer in this policy context is Medicare Advantage. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

45. D - The correct answer in this policy context is Provides specified times to enroll or change coverage. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

46. B - The correct answer in this policy context is Misleading sales practices can harm consumers. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

47. C - The correct answer in this policy context is Omitting material limitations that make the message misleading. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

48. B - The correct answer in this policy context is Protect privacy and support compliant business practices. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

49. D - The correct answer in this policy context is Promptly account for and remit funds as required. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

- 50. A** - The correct answer in this policy context is The Pennsylvania Insurance Department. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 51. C** - The correct answer in this policy context is Decreasing term insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 52. A** - The correct answer in this policy context is Exchange term coverage for permanent coverage without new evidence. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 53. D** - The correct answer in this policy context is May increase at renewal as the insured ages. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 54. B** - The correct answer in this policy context is It may return stated premiums if the insured survives the term. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 55. C** - The correct answer in this policy context is The insured dies or the policy reaches its endowment date. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 56. D** - The correct answer in this policy context is Selling a life policy to a third party for an amount below death benefit. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 57. B** - The correct answer in this policy context is Sale of an existing life policy to a third party. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 58. A** - The correct answer in this policy context is Exercise ownership rights under the contract. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 59. A** - The correct answer in this policy context is No primary beneficiary survives the insured. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 60. D** - The correct answer in this policy context is Uncertain order of death when insured and beneficiary die together. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 61. C** - The correct answer in this policy context is A method for using dividends declared on a participating policy. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 62. B** - The correct answer in this policy context is Purchase additional permanent insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

63. C - The correct answer in this policy context is Buy term coverage for the full face amount for a limited time. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.

64. D - The correct answer in this policy context is A smaller amount of permanent paid-up insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

65. B - The correct answer in this policy context is A stated dollar amount periodically until proceeds are exhausted. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

66. A - The correct answer in this policy context is Income that cannot be outlived by the payee. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

67. A - The correct answer in this policy context is It permits eligible access to part of death benefit while living. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

68. C - The correct answer in this policy context is Child, waiving premiums if the payor dies or is disabled. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

69. D - The correct answer in this policy context is Adjust benefits for changes in purchasing power. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

70. B - The correct answer in this policy context is Show how nonguaranteed values may vary. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

71. D - The correct answer in this policy context is A plan that reimburses covered expenses without requiring a provider network. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

72. B - The correct answer in this policy context is A basis for determining covered medical expense amounts. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

73. A - The correct answer in this policy context is At the beginning of each new calendar year. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

74. C - The correct answer in this policy context is Separately to each covered person before family threshold is met. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

75. D - The correct answer in this policy context is A contracted provider accepting negotiated plan rates. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

76. A - The correct answer in this policy context is Evaluate medical necessity and appropriate use of services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

77. C - The correct answer in this policy context is Advance approval for specified services under the plan. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

78. B - The correct answer in this policy context is A plan list of covered prescription drugs. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

79. B - The correct answer in this policy context is Use a lower-cost therapeutically equivalent drug when appropriate. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

80. C - The correct answer in this policy context is A qualified high-deductible health plan. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

81. D - The correct answer in this policy context is Used for qualified expenses under employer plan rules. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

82. A - The correct answer in this policy context is Limit immediate use of certain benefits after enrollment. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

83. C - The correct answer in this policy context is Exams, lenses, frames, or contacts under plan terms. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

84. B - The correct answer in this policy context is A group exposed to a common risk without naming every individual. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

85. D - The correct answer in this policy context is Share membership in an eligible association. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

86. A - The correct answer in this policy context is Health benefits arranged for employees of more than one employer. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

87. D - The correct answer in this policy context is Individual policies sold through an employer or association. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

88. B - The correct answer in this policy context is Broad coverage for medically necessary covered expenses. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

89. C - The correct answer in this policy context is A loss or service the policy does not cover. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

90. A - The correct answer in this policy context is Covered care for sudden serious conditions requiring prompt treatment. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

91. B - The correct answer in this policy context is Help pay certain gaps in Original Medicare. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

92. A - The correct answer in this policy context is Private insurers approved to provide Medicare benefits. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

93. D - The correct answer in this policy context is Original Medicare. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

94. C - The correct answer in this policy context is Medicare Advantage. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

95. C - The correct answer in this policy context is Provides specified times to enroll or change coverage. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

96. B - The correct answer in this policy context is Misleading sales practices can harm consumers. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

97. A - The correct answer in this policy context is Omitting material limitations that make the message misleading. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

98. D - The correct answer in this policy context is Protect privacy and support compliant business practices. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

99. A - The correct answer in this policy context is Promptly account for and remit funds as required. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

100. D - The correct answer in this policy context is The Pennsylvania Insurance Department. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

101. B - The correct answer in this policy context is Decreasing term insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

102. C - The correct answer in this policy context is Exchange term coverage for permanent coverage without new evidence. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

103. A - The correct answer in this policy context is May increase at renewal as the insured ages. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

104. D - The correct answer in this policy context is It may return stated premiums if the insured survives the term. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

105. C - The correct answer in this policy context is The insured dies or the policy reaches its endowment date. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

106. B - The correct answer in this policy context is Selling a life policy to a third party for an amount below death benefit. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.

107. A - The correct answer in this policy context is Sale of an existing life policy to a third party. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

108. B - The correct answer in this policy context is Exercise ownership rights under the contract. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

109. D - The correct answer in this policy context is No primary beneficiary survives the insured. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

110. C - The correct answer in this policy context is Uncertain order of death when insured and beneficiary die together. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

111. B - The correct answer in this policy context is A method for using dividends declared on a participating policy. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

112. D - The correct answer in this policy context is Purchase additional permanent insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

113. A - The correct answer in this policy context is Buy term coverage for the full face amount for a limited time. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.

114. C - The correct answer in this policy context is A smaller amount of permanent paid-up insurance. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

115. A - The correct answer in this policy context is A stated dollar amount periodically until proceeds are exhausted. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

116. C - The correct answer in this policy context is Income that cannot be outlived by the payee. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

117. B - The correct answer in this policy context is It permits eligible access to part of death benefit while living. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

118. D - The correct answer in this policy context is Child, waiving premiums if the payor dies or is disabled. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

119. D - The correct answer in this policy context is Adjust benefits for changes in purchasing power. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

120. C - The correct answer in this policy context is Show how nonguaranteed values may vary. This item tests life policies. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

121. A - The correct answer in this policy context is A plan that reimburses covered expenses without requiring a provider network. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

122. B - The correct answer in this policy context is A basis for determining covered medical expense amounts. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

123. B - The correct answer in this policy context is At the beginning of each new calendar year. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

124. D - The correct answer in this policy context is Separately to each covered person before family threshold is met. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

125. C - The correct answer in this policy context is A contracted provider accepting negotiated plan rates. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

126. A - The correct answer in this policy context is Evaluate medical necessity and appropriate use of services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

127. D - The correct answer in this policy context is Advance approval for specified services under the plan. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

128. C - The correct answer in this policy context is A plan list of covered prescription drugs. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

129. B - The correct answer in this policy context is Use a lower-cost therapeutically equivalent drug when appropriate. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

130. A - The correct answer in this policy context is A qualified high-deductible health plan. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

131. B - The correct answer in this policy context is Used for qualified expenses under employer plan rules. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

132. C - The correct answer in this policy context is Limit immediate use of certain benefits after enrollment. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

133. A - The correct answer in this policy context is Exams, lenses, frames, or contacts under plan terms. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

134. D - The correct answer in this policy context is A group exposed to a common risk without naming every individual. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

135. C - The correct answer in this policy context is Share membership in an eligible association. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

136. A - The correct answer in this policy context is Health benefits arranged for employees of more than one employer. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

137. D - The correct answer in this policy context is Individual policies sold through an employer or association. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

138. B - The correct answer in this policy context is Broad coverage for medically necessary covered expenses. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

139. A - The correct answer in this policy context is A loss or service the policy does not cover. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

140. B - The correct answer in this policy context is Covered care for sudden serious conditions requiring prompt treatment. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

141. C - The correct answer in this policy context is Help pay certain gaps in Original Medicare. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

142. D - The correct answer in this policy context is Private insurers approved to provide Medicare benefits. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

143. A - The correct answer in this policy context is Original Medicare. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

144. C - The correct answer in this policy context is Medicare Advantage. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

145. B - The correct answer in this policy context is Provides specified times to enroll or change coverage. This item tests medicare. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

146. D - The correct answer in this policy context is Misleading sales practices can harm consumers. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

147. C - The correct answer in this policy context is Omitting material limitations that make the message misleading. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

148. D - The correct answer in this policy context is Protect privacy and support compliant business practices. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

149. A - The correct answer in this policy context is Promptly account for and remit funds as required. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

150. B - The correct answer in this policy context is The Pennsylvania Insurance Department. This item tests pennsylvania conduct. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.