



SOUTH CAROLINA
FEDERAL
CREDIT UNION

Member Name
Member Address
City, State Zip Code

**IMPORTANT INFORMATION REGARDING YOUR
SC TELCO FEDERAL CREDIT UNION CREDIT INSURANCE**

Dear Member Name,

We are pleased to continue preparing for the spinoff of SC Telco Federal Credit Union into South Carolina Federal Credit Union's Florence location, effective October 1, 2018. One of the many benefits of the spinoff is to provide you with the best insurance coverage available. We have chosen Minnesota Life to provide our borrowers with Credit Life and Credit Disability insurance coverage.

Please be sure to review the important information below concerning changes regarding your coverage. Also, please note that no action is required on your part.

We are enclosing a proposed certificate of insurance from Minnesota Life. **Again, no action is required on your part but please review the certificate carefully as claims will be administered according to the provisions of the certificate.** You can show your acceptance of the Minnesota Life plan by continuing to make your loan payment which will include the insurance premium for the Minnesota Life plan.

Onset dates prior to the effective date of this change will be administered by the prior insurance carrier according to their certificate of insurance. In other words, if you incur a credit life or disability claim prior to October 1, that claim should be submitted to CUNA (the previous carrier) rather than Minnesota Life (your new carrier with South Carolina Federal). If you have questions concerning claims with CUNA, please call 800-356-2644.

Effective October 1, 2018 the following changes will occur to your current credit insurance program:

- The joint life rate will decrease from \$1.41 to \$1.40 for joint life (per \$1,000 of coverage).
- The disability rate for open-end loans will increase from \$1.40 to \$1.75 (per \$1,000 of coverage).
- The monthly disability benefit will increase from \$650 to \$750.
- The maximum term of life insurance will decrease from 240 months to 180 months.

If you no longer want to protect your loan with credit insurance, please call us at 843-519-8300.

Sincerely,

South Carolina Federal Credit Union

LIFESIMPLIFIED™

P.O. Box 190012, N. Charleston, SC 29419-9012
800-845-0432 **Nationwide** | 843-797-8300 **Charleston**
803-738-8300 **Columbia** | 843-545-8300 **Georgetown** | 843-519-8300 **Florence**

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