

Health Insurance Quiz - Key



Provided by the Insurance Education Institute

Name: _____

Circle the correct letter that answers the following questions.

1. Hospital-surgical insurance pays for (a) private rooms **(b) semi-private rooms** (c) elective cosmetic surgery (d) body piercing.
2. Exclusions in a major medical policy may include (a) war (b) worker's compensation (c) eye exams **(d) all of the above.**
3. The most important provision in a disability income policy is the definition of residual disability. (a) True **(b) False**
4. Future premiums that do not have to be paid if the insured is disabled for 90 days defines (a) benefit period (b) elimination period **(c) waiver of premiums** (d) rehabilitation provision
5. The cost of insurance under employer sponsored group plans is based on the (a) age (b) gender (c) health status and occupation of the individuals in the group **(d) all of the above.**
6. Summary Plan Descriptions should cover all but which of the following? (a) co-payments (b) reasons the plan can be changed or discontinued **(c) the elimination period** (d) retirement coverage.
7. Managed care plans are difficult to obtain because there are so few plans from which to choose. (a) True **(b) False**
8. Which of the following managed care plans utilize the services of a gatekeeper physician? (a) PPO (b) POS **(c) HMO** (d) IPP
9. If you are insured by an exclusive provider network and decide to be treated by a doctor that is outside the network, what percentage of the fees will you be required to pay? **(a) 100** (b) 80 (c) 75 (d) 50
10. A Cafeteria plans **(a) allow employees to establish flexible spending accounts** (b) insure against illnesses acquired by eating in publicly managed food establishments (c) insure against illnesses acquired by eating in privately managed food establishments (d) allow credits that can *only* be taken as cash.

BONUS – List 5 of the 7 guidelines one should use when purchasing insurance. Two points each.

1. Insure for catastrophic loss
2. Consider group health insurance first
3. Purchase a policy with a preferred provider network
4. Don't ignore disability insurance
5. Avoid limited policies
6. Watch out for restrictions and exclusions
7. Use deductibles and elimination periods to reduce premiums