

Security Benefit Group Healthcare Reimbursement AccountSM

Program Summary

Type of Plan	<ul style="list-style-type: none"> Voluntary Employees' Beneficiary Association (VEBA) tax-exempt trust established under Section 501(c)(9) of the Internal Revenue Code
Eligible Participants	<ul style="list-style-type: none"> Public sector employees, spouses, and qualified dependents
Tax Advantages	<ul style="list-style-type: none"> Plan sponsor pays no FICA taxes on plan contributions Participant pays no FICA, federal, or in most cases state income taxes on: <ul style="list-style-type: none"> Contributions Investment earnings Distributions for qualified health care expenses
Funding Options	<ul style="list-style-type: none"> Insurance Premium Reimbursement Account <ul style="list-style-type: none"> Accumulated leave (including sick and/or vacation time) Retirement incentives Percentage of pay (minimum annual contribution is 1.5% per employee) Medical Expense Reimbursement Account <ul style="list-style-type: none"> Flat dollar amount (minimum annual contribution is \$300 per employee)
Eligible Expenses	<ul style="list-style-type: none"> Insurance Premium Reimbursement Account <ul style="list-style-type: none"> Health care premiums COBRA premiums Medicare Part-B premiums Medicare supplement premiums Long-term-care premiums Medical Expense Reimbursement Account <ul style="list-style-type: none"> Health care premiums COBRA premiums Medicare Part-B premiums Medicare supplement premiums Long-term-care premiums Qualified out-of-pocket medical expenses such as prescription drugs, eye glasses, and office visit co-pays
Distributions	<ul style="list-style-type: none"> Participants may access their account upon separation from service to reimburse eligible health care expenses that they and their qualified dependents have incurred
Investment Options	<ul style="list-style-type: none"> 26 mutual funds with varied risk and return potential 12 investment management firms
Account Management Features*	<ul style="list-style-type: none"> Automatic dollar-cost averaging (monthly or quarterly; \$25 minimum per fund) Automatic asset reallocation (monthly, quarterly, semiannually, annually)
Fees	<ul style="list-style-type: none"> Plan sponsor <ul style="list-style-type: none"> None Participant <ul style="list-style-type: none"> Maximum \$30 annual administrative fee Maximum 1.2% unitized asset-based fee Actual amounts based on plan funding option chosen by plan sponsor
Death of Participant	<ul style="list-style-type: none"> Any remaining account balance is immediately made available to the surviving spouse and/or qualified dependents to use for eligible health care expense reimbursements If the participant does not have a spouse or qualified dependents, the account balance is reallocated to the HRA accounts of the other plan participants within your employee group

*Automatic dollar-cost averaging (ADCA) and automatic asset reallocation (AAR) do not assure profit and do not protect against loss in declining markets. Because ADCA and AAR involve continuous investing in securities regardless of fluctuating price levels, you should consider your ability to continue to make purchases through periods of low price levels.

Investing in mutual funds involves risk.

The Security Benefit Group Healthcare Reimbursement AccountSM (HRA) is a Voluntary Employees' Beneficiary Association (VEBA) trust qualified under Section 501(c)(9) of the Internal Revenue Code. It provides welfare benefits to public employees and will be funded by employer contributions.

You should consider the investment objectives, risks, and charges and expenses of the investment options available under the Security Benefit Group Healthcare Reimbursement AccountSM carefully before investing. You may obtain a prospectus that contains this and other information about the mutual funds by calling our customer service center at 1-800-888-2461. You should read the prospectus carefully before investing. Investing in mutual funds involves risk and there is no guarantee of investment results.

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