



**KHASAKH COOPERATIVE
SOCIETY LAST MILE
COVER PRODUCT
POLICY
MARCH 2024**

Introduction.

At the March 2023 Annual General meeting, a resolution was passed for the sacco to roll out the Last Mile Cover Product. The Khasakh Last Mile cover (LMC) product is a plan that provides payment in the event of the death of a member, their spouse, children, parents, and other dependents. It also covers a member in case of severe medical need. It will also provide medical expense cover for prolonged illnesses.

Eligibility:

This product is exclusive to fully paid-up members i.e members with a minimum of 64 shares.

Annual Premium for the cover.

Each member will be charged a one off annual premium directly from his/her general saver account. Where the member's general saver account balance is below 100,000 (one hundred thousand) shillings, charges will be effected at the time of dividend pay out from where the premium amount will be deducted before dividend pay-out. The deductions will be deducted in April of each year.

NB: A member can also make prepayment for more than 1 year. However in case the premiums are revised during the pre-paid period, the prepaid amounts will be counter balanced accordingly.

Last Mile Cover Fund.

The annual premium collections will form the LMC fund which will be invested strictly in the money markets i.e Unit Trusts and Treasury Bonds. Member claim benefits will be paid out of the Fund investment accounts.

The Manager will present a premium payment report before 15th May of every year showing how much each member has paid for each category.

The policy is meant to:

- Offer Peace of mind for member's family in the event of arranging a funeral.
- Less emotion and stress in the event of arranging a funeral.
- Source of hope to member in case of severe health straining moments.

Benefits of the Funeral Cover

- Flexible payment model.
- Relieve the loved ones from making difficult decisions during a stressful time of personal loss and grief.
- Saves your family members from huge debts.
- In the instance of an untimely death of an enrolled member, payment is made to the deceased's family.
- The cover is extended to member's spouses, children, and parents. i.e Up to 4 biological children and 2 biological parents. Children covered up to 25 years.

Features:

Benefits To Members

A. Death benefits cover.

- Upon death, the cooperative will:
 - Based on the member share category, Pay funeral expenses as follows;

Premium Category	Annual Premium Charge	Sum Assured			
		Principal	Spouse	Child	Parent
Gold	100,000	5,000,000	4,000,000	2,500,000	2,500,000
Platinum	150,000	7,500,000	6,000,000	3,750,000	3,750,000
Diamond	200,000	10,000,000	8,000,000	5,000,000	5,000,000

Every fully paid up member of the Cooperative will be required to choose a cover to undertake with Gold being the least.

By 15th day of April i.e of the first month of cover year, each member will have communicated to sacco management the cover option they are taking for premiums to be made appropriately.

Members will not be allowed to adjust their cover options in the course of the year. Where a member by any means fails to communicate to the management the option they are taking, management is mandated to go ahead and deduct premiums for the minimum cover i.e Silver.

Exclusions

1. Self-inflicted death.
2. Murder by beneficiary.

NB: Members are required to ensure the beneficiaries' information is always up-to-date.

Medical Expenses cover.

This will only cover the principal member.

- Where a Gold member has been hospitalised for more than 3 consecutive days and their medical bills accumulate to over 5 (five) million shillings the cooperative will support in meeting medical bills for the member for up to 1,000,000 (one million) shillings.
- Where a Platinum member has been hospitalised for more than 3 consecutive days and their medical bills accumulate to over 5 (five) million shillings, the cooperative will support in meeting medical bills for the member for up to 1,500,000 (One million five hundred thousand) shillings.
- Where a Diamond member has been hospitalised for more than 3 consecutive days and their medical bills accumulate to over 5 (five) million shillings the sacco will support in meeting medical bills for the member for up to 2,000,000 (two million,) shillings only.

NB. Where a member has been supported with medical expense cover but unfortunately he/she passes on within a period of 6 months following receipt of this support, an equivalent sum will be deduced in provisions for his/her funeral cover.

Other Terms and Conditions.

- Where the principal member loses a spouse and child(ren) at the same time, he/she will receive a funeral cover for the spouse category only.

- Where the member and spouse or child are both full members and thus considered each as principal member, the Cooperative will cover each separately in case they all pass on at the same time.
- Where two members are all spouses and lose a child, each will receive separate cover.
- Where two members share a parent, each will receive separate cover.
- The waiting period shall be three months.
- A member can pay the premium at the time of joining.

Claiming Benefits

To make a claim, Members are required to present the following documentation, which are vital for the process:

- Request letter from the registered next of kin (claimant) in case of death of principal member.
- ID copy of the registered next of kin
- Letter from Local Council Chairperson of the village where burial will/has taken place in case of spouse/child/parent.
- Birth certificate case of a child.
- Original Death certificate: This is processed from Hospital or NIRA.
- Marriage certificate case of spouse
- Valid ID of the deceased: This can be a National ID or passport.

How to Update member beneficiaries' details

Fill member updates form (with details of next of kin, spouse, children and parents), attaching ID, Photos (Required docs).

Policy Review.

The Sacco Board shall review this Policy after every three years and any required changes arising from such review shall be presented to Annual General Meeting for approval.

Adoption of the Policy

We, the undersigned, individually and collectively, give commitment to the implementation of this Policy by appending our signatures

N O	NAME	POSITION	SIGNATURE
1 .		Board Chairperson	
2 .		Board Secretary	
3 .		Board Member	
4 .		Board Member	
5 .		Board Member	
6 .		Board Member	
7 .		Board Member	
8 .		Board Member	
9 .		Board Member	

WITNESSED BY :.....

MANAGER