



The Trustees of Cushing Academy Tuition Insurance Overview 2026 – 2027

What is Tuition Insurance?

Tuition insurance helps protect the investment you are making in your child's education. Your enrollment contract with the school financially obligates you to pay the full amount of tuition and fees for your child to attend regardless of withdrawal for any reason.

What does the Tuition Insurance Plan Cover?

Covered Reasons under this policy are listed below. If you suffer a covered loss, we will pay the percentage listed in the Declarations for that covered reason of the student's average daily cost for tuition expenses and fees. The cause of any withdrawal or discharge must occur during the policy period.

Medical Withdrawal

75% of the remaining tuition.

A Student is forced to Withdraw from Your educational institution due to a Mental Illness, Injury, or Sickness. Withdrawal for a Mental Illness must be diagnosed by a Physician who advises the Student to Withdraw from school for the Covered Term. Withdrawal for Injury or Sickness must be:

1. diagnosed by a Physician;
2. disabling enough to make a reasonable person Withdraw from school; and

3. the result of a Physician's advice that the Student Withdraw from school for the Covered Term.

Medical Withdrawal Special Exclusion – We will not pay for Medical Withdrawal when it is the direct result of the "student" being under the influence of drugs or intoxicants, unless prescribed by a physician.

Academic Discharge

50% of the remaining tuition.

A student's dismissal by your educational institution for failing to meet acceptable academic standards, established by you prior to the covered term.

Disciplinary Discharge

40% of the remaining tuition.

A student's dismissal by your educational institution for failing to meet acceptable standards of behavior established by you prior to the covered term.

Death

100% of the remaining tuition.

A student's withdrawal from your educational institution due to the death of the student or tuition payer unrelated to Disease Contamination.

Involuntary Unemployment of Tuition Payer

60% of the remaining tuition.

A student's withdrawal from your educational institution due to the Involuntary Unemployment of the tuition payer. Involuntary Unemployment does not apply to Temporary Employment, independent contractors, reduction of work hours, strikes, or self-employed persons. Employee must be let go by the employer.

Disease Contamination

50% of the remaining tuition.

- a. A student is barred from attending all scheduled classes due to accidental contamination of the covered location which results in a covered illness requiring the closure of all or part of a covered location if:
 - i. The closure is caused by a disease contamination event declared by the National Center for Disease Control, or the applicable city, county, or state Department of Health; and
 - ii. The contamination is confirmed by a qualified expert or experts and reliable laboratory testing.
- b. Covered payment is calculated beginning 14 calendar days after the withdrawal date of the student or closure date of your educational institution.
- c. In no event will we pay more than the Disease Contamination maximum limit of insurance listed in the Declarations.

Job Transfer of Tuition Payer

60% of the remaining tuition.

A student is forced to withdrawal from your institution due to the job transfer of the tuition payer greater than 100 miles from current home address.

Voluntary Withdrawal of Student

50% of the remaining tuition.

- a. A "student" voluntarily withdrawals from your educational institution for any reason that is not excluded by this policy and the student fulfills the waiting period.
- b. Waiting Period means the 14 calendar days in which the student must be enrolled in your educational institution and attend regularly scheduled classes before Voluntary Withdrawal of Student Covered Reason becomes payable.

Tuition Continuance Coverage Endorsement (Included)

In the event of Involuntary Unemployment or Death of a tuition payer, the student does not have to withdraw from school for coverage to apply.

Exclusions

We will not pay for any loss under this policy, arising directly or indirectly out of, or are contributed to in whole or in by part, or as a result of, or from, or that occur to, or are as a result of the actions of, the Insured, Student, or Tuition Payer:

1. The Student's pregnancy or childbirth; (doesn't apply to voluntary withdrawals)
2. Closure of Your educational institution for any reason not covered by this Policy;
3. Acts committed by the Insured, Tuition Payer, or Student with the intent to cause a loss under this Policy;
4. The Student's failure to attend Class for any reason other than a Covered Reason;
5. The Student's early graduation or early completion of Classes, sessions, or activities;
6. The Student's forcible induction or military draft into the armed forces;
7. Declared or undeclared war, or any act of war;
8. Civil disorder or riot;
9. The Tuition Payer or Student's commission of or attempt to commit a felony;
10. Any criminal, fraudulent or dishonest act, error or omission, or any intentional or knowing violation of law by You, any of Your partners, directors or trustees, the Student, or the Tuition Payer;
11. Nuclear reaction, radiation or radioactive contamination;
12. The Student's temporary non-medical absences, suspensions, changes of status or schedule reductions;
13. Governmental action, seizure, confiscation or destruction by order of any governmental authority against the Insured, Tuition Payer, or Student; or
14. The School's Bankruptcy or Financial Insolvency.

What are the Coverage Effective and Completion Dates?

For students enrolled in tuition insurance prior to 7/1, the policy is effective 7/1.

Medical Withdrawals, Non-Medical Withdrawals and Dismissals

Coverage begins on July 1st, for the academic year this policy covers, for students that have elected to enroll in the program prior to that Effective Date. Coverage ends the last day of the academic year or once the student has withdrawn from school.

Voluntary Withdrawal Trigger (if applicable)

Coverage begins 14 calendar days after the first day of class or 14 days from the student's date of enrollment in the program, whichever is later. The student must attend regularly scheduled classes during these 14 days in addition to remaining enrolled at the school. Coverage ends the last day of the academic year or once the student has withdrawn from school.

Late Entering Students (Students that join the school after 7/1 and the policy is already active)

Any student who has not elected to enroll in the tuition program by the Effective Date will have a 14 calendar day waiting period before coverage becomes effective. In order to have coverage be effective the first day of the school year, a student would need to notify the school business office of their intent to enroll in the program at least 14 days prior to the first day of classes. Late entering students are still subject to the voluntary withdrawal waiting period listed above.

Definitions

1. Accident or Accidental means a sudden, unexpected, specific, and abrupt event that occurs by chance at an identifiable time and place.
2. Average Daily Cost means a Student's Tuition Expenses and Fees divided by the actual academic calendar days in the school year. If a Student has already used a portion of the Tuition Expenses and Fees, the Average Daily Cost is the unused pro-rata portion of Tuition Expenses and Fees.
3. Bankruptcy means the filing of a petition for voluntary or involuntary bankruptcy in a court of competent jurisdiction under the United States Bankruptcy Code.
4. Class means a course of instruction, including but not limited to, online study, virtual instruction, independent study, eLearning, and physical classroom instruction.
5. Covered Illness (for disease contamination) means Sickness or death of a Student caused by any of the following as defined by the United States Centers for Disease Control and Prevention: 1. bacterial microorganisms transmitted through human contact with food; 2. hepatitis virus; 3. legionnaire's disease; and 4. noroviruses.

Covered Illness does not include any other type of illness, bacteria, virus, or disease.
6. Covered Location means the part of a premises You occupy which is listed as a Covered Location in the Declarations, including the area within 1,000 feet of that premises.

If You occupy only part of the site at a Covered Location, then Covered Location means the portion of the building which You rent, lease or occupy, along with any area within the building or at the site in which the described premises are located, when that area services, or is used to gain access to, the described premises.

If You have more than one Covered Location that You rent, lease or occupy, the term Covered Location means only the location that was forced to close resulting in the Covered Loss.
7. Covered Loss means Your loss of Tuition Expenses and Fees because of a Student's Covered Reason.
8. Covered Reason(s) means any specifically listed event in the COVERAGE AND COVERED REASONS section of this Policy including any endorsements.
9. Covered Term(s) means the academic term(s) for which coverage was purchased, as listed in Your Declarations.
10. Disease Contamination means Accidental contamination of a Covered Location which results in a Covered Illness requiring the closure of all or part of a Covered Location if: 1. the closure is caused by a disease contamination event declared by the United States Centers for Disease Control and Prevention, or the applicable city, county, or state Department of Health; and 2. the contamination is confirmed by a qualified expert or experts and reliable laboratory testing.
11. DSM means the current Diagnostic and Statistical Manual of Mental Disorders published by the American Psychiatric Association that is in effect at the time of the Withdrawal or Dismissal.

12. Dismissal means when You require a Student to Withdraw from Your educational institution because of the Student's failure to meet Your academic and/or disciplinary requirements or standards.

13. Effective Date means the Effective Date listed in the Declarations.

14. Financial Insolvency means the termination or permanent suspension of operations due to Your inability to meet Your financial obligations. Filing of a Bankruptcy petition is not a requirement for You to be considered Financially Insolvent.

15. Injury means bodily injury directly caused by Accidental means.

16. Insured means the educational institution listed in the Declarations.

17. Involuntary Unemployment means a Tuition Payer is terminated from employment because of a business decision that is outside of their control during the Covered Term. Involuntary Unemployment does not include the termination of Temporary Employment, independent contractors, or self-employed persons.

18. Job Transfer means that during the Covered Term a Tuition Payer: 1. is transferred or accepts a new job located greater than 100 miles from their current job; and 2. is forced to move from their current residence, requiring a change of address.

19. Mental Illness means a mental sickness, or disease classified in the DSM.

20. Physician means a person who is: 1. a doctor of medicine, osteopathy, psychology, or other legally qualified practitioner of a healing art; 2. licensed to practice and practicing in the scope of such license in the jurisdiction where care is being given; and 3. not related to the Student by blood, marriage, or adoption.

21. Policy means this Tuition Protection Policy, the Declarations, and any endorsement attached thereto.

22. Sickness means an illness or disease, that impairs the normal functions of the body and is not the direct result of an Accident.

23. Student means Your students whose names are listed in the Declarations attached to and made a part of this Policy.

24. Temporary Employment means work that lasts one year or less and has a specific end date.

25. Tuition Expenses and Fees means any tuition expenses and fees related to enrollment that are incurred and are paid or payable for the Student's

enrollment with You for the Covered Term that is listed in the Declarations attached to and made a part of this Policy.

26. Tuition Payer means the person responsible for paying the Tuition Expenses and Fees of the Student.

27. You and Your means the Insured.

28. Withdraw or Withdrawal means the complete withdrawal of a Student from Your educational institution for the current Covered Term due to a Covered Reason that prevents the Student from attending regularly scheduled Classes, sessions, or activities. The Withdrawal must prevent the Student from receiving academic credit for the Covered Term.

29. We, Us, and Our means Everest Reinsurance Company.

What Happens in the Event of a Claim?

Contact your school's business office to file a claim.

Once a claim is reported and coverage is confirmed, the amount owed will be paid directly to the school to settle your account. All claim correspondence and payments will only be sent directly to the school.

Cost

The cost of the coverage will be detailed in your enrollment contract.

Additional Questions-

Please contact your school's business office.

****This overview is meant to be an easy to refer to reference. A copy of the complete tuition insurance policy will be on file at your school's business office. In the event of any discrepancies, the language in the policy will be used.***