



## Vocabulary

**Reimbursed** – to pay back money to someone who has spent it for you or lost it because of you.

**Deductibles** – A deductible amount can be taken away from a total: E.g. - Expenses like office phone bills are ta-deductible (= you do not have to pay tax on them).

**Out-of-pocket-** used about money that you have to spend yourself rather than having it paid for you, for example by your employer or insurance company: E.g. -All out-of-pocket expenses will be reimbursed by the company.

**Premium:** an amount of money paid to get insurance. E.g. - Car insurance premiums have increased this year.

**Coverage:** cover financial protection so that you get money if something bad happens

**Compelled:** having to do something, because you are forced to or feel it is necessary.



## Introduction

Health Insurance or medical insurance is basically a type of insurance that entitles a person, a coverage that covers the cost of an individual's medical and surgical expenses. The individual on the other hand, pays a fixed sum every year and in case of an emergency, when a person is hospitalized the insured is reimbursed by the health insurance company.

There are numerous insurance plans. The plans with higher out - of - pocket cost mostly have lessor monthly premiums than the ones with low deductibles. While an individual purchases a plan he must weigh the benefits of lower monthly costs and consider the potential risk of large out-of-pocket expenses in the case of a major illness or accident.



