\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Qualified Small Employer Health Reimbursement Arrangement

Effective \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, 20\_\_

THIS IS A TEMPLATE QSEHRA DOCUMENT THAT CAN BE USED BY SMALL EMPLOYERS WHO WANT TO REIMBURSE EMPLOYEES’ INDIVIDUAL HEALTH INSURANCE POLICY PREMIUMS. BRETHREN BENEFIT TRUST RECOMMENDS YOU CONSULT WITH YOUR TAX OR LEGAL ADVISOR BEFORE ADOPTING THIS PLAN.

TABLE OF CONTENTS

Page

ARTICLE I DEFINITIONS 2

Claim Administrator 2

Code 2

Dependent 2

Effective Date 2

Eligible Employee 2

Employer 2

Enrollment Form 2

Health Care Expense 3

HRA Account 3

Participant 3

Period of Coverage 3

Plan 3

Plan Administrator 3

Plan Year 4

Spouse 4

ARTICLE II ELIGIBILITY AND ENROLLMENT 5

2.01 Eligibility 5

2.02 Enrollment 5

ARTICLE III TERMINATION OF BENEFITS 6

3.01 Termination of Coverage 6

3.02 Coverage Following Termination of Employment 6

ARTICLE IV REIMBURSEMENT BENEFITS 7

4.01 Provision of Benefits 7

4.02 Contributions and Funding 7

4.03 Limitations on Reimbursements and Forfeitures 7

4.04 Annual Limits 8

4.05 No HRA Account Carryover 8

4.06 Expense Reimbursement Procedure 8

4.07 Coordination with Other Sources, Including Flexible Spending Accounts 9

4.08 Impact on Premium Tax Credits 9

ARTICLE V PAYMENT OF BENEFITS 10

5.01 Application for Benefits 10

5.02 Assignment of Benefits 10

5.03 Payment to Representative 10

5.04 Responsibility for Payment 10

5.05 Overpayments 10

5.06 Participant’s Responsibilities 11

5.07 Missing Person 11

5.08 Fraudulent Claims 11

ARTICLE VI ADMINISTRATION OF THE PLAN 12

6.01 Administration of the Plan 12

6.02 Appointment of Claim Administrator 12

6.03 Powers of the Plan Administrator 12

6.04 Claims Procedure 13

6.05 Records and Reports 14

6.06 Limitation on Liability 14

6.07 Indemnification 14

6.08 Notice 15

ARTICLE VII DURATION AND AMENDMENT OF THE PLAN 16

7.01 Right to Amend 16

7.02 Right to Terminate 16

ARTICLE VIII MISCELLANEOUS 17

8.01 Effect on Employment 17

8.02 Effect on Benefits 17

8.03 Legal Compliance 17

8.04 Governing Law 17

8.05 No Guarantee of Tax Consequences 17

8.06 Invalid Provisions 18

INTRODUCTION

The \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Qualified Small Employer Health Reimbursement Arrangement (the “Plan”) was established to provide eligible employees (“Employees”) of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (“Employer” and “Plan Administrator”) with the opportunity to receive reimbursement of certain health care expenses. This document constitutes the Plan, effective\_\_\_\_\_\_\_\_\_\_\_, 20\_\_.

This Plan is funded solely by the employer and reimburses individual health insurance policy premiums of an employee and dependents up to a maximum amount established by the employer or as required by law. The Plan is offered as a means for reimbursing employees for their purchase of individual health insurance coverage. A Participant must be enrolled in the Plan as a condition of participation in this Plan.

The Employer reserves the right to alter, amend, modify or terminate the Plan, in whole or in part, at any time, for any reason, in a manner consistent with the provisions of Article VII.

This Plan is sponsored by a not-for-profit church organization and is intended to be a church plan and thus exempt from the Employee Retirement Income Security Act of 1974 (“ERISA”). It is intended to be a QSEHRA (a qualified small employer health reimbursement arrangement) as defined in the Internal Revenue Code of 1986, as amended. The employer employs fewer than 50 full-time equivalent employees and does not offer group health insurance to any of its employees. The Plan is not a group health plan and is not subject to any health care continuation rights.

As required by federal law, the marital status of an employee under this Plan must be determined by federal law. As a result, only a spouse of an Eligible Employee as defined under Federal law will qualify for benefits as a spouse under this Plan unless the covered individual qualifies as a dependent under Section 152 of the Code.

This document, as it may be duly amended, shall constitute the Plan in its entirety. In the event any discrepancies exist between this document and any amendment, the amendment shall govern.

This Plan is intended to qualify as a “qualified small employer health reimbursement arrangement” within the meaning of the 21st Century Cures Act and section 9831(d) of the Code, so that the benefits provided under the Plan shall be eligible for exclusion from each Employee’s income for federal income tax purposes if all requirements applicable to a QSEHRA are met. The provisions of this Plan shall be interpreted in accordance with that intent.

# DEFINITIONS

The following capitalized words and phrases, when used in the text of this document and any attachment or materials incorporated herein or amendment hereto, have the meanings set forth below. Words in the masculine gender include the feminine gender, and vice versa. Wherever any words are used in the singular form, they shall be construed as if they were also used in the plural form in all cases where the plural form would so apply, and vice versa. Where the definitions include rules regarding the definition, those rules shall apply.

Claim Administrator

Claim Administrator means \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, or a designated proxy appointed by the Employer as described in Section 6.02, who shall process all or a designated portion of the claims under this Plan in accordance with the Plan’s terms.

Code

Code means the Internal Revenue Code of 1986, as amended from time to time.

Dependent

Dependent means any individual who is a dependent of the Employee within the meaning of section 152 of the Code, as modified by statute, regulation, or otherwise.

Effective Date

Effective Date means\_\_\_\_\_\_\_\_\_\_, 20\_\_. The Effective Date of any amendment or restatement of the Plan is the effective date specified in the amendment or restatement.

Eligible Employee

Eligible Employee means an individual who is an Eligible Employee within the meaning of Section 2.01.

Employer

Employer means \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

Enrollment Form

Enrollment Form means a form prescribed by the Plan Administrator for purposes of enrolling for coverage under the Plan.

Health Care Expense

Health Care Expense means any amount incurred by a Participant, covered Dependent, and Spouse that is an expense for individual health insurance policy premiums reimbursable under section 213(d) of the Code, excluding expenses reimbursed by any other health care plan. The Plan Administrator shall determine whether any amount constitutes a Health Care Expense that qualifies for reimbursement hereunder.

In order for the Plan to reimburse individual health insurance policy premiums tax-free, the individual policy must offer minimum essential coverage as defined by the Affordable Care Act.

Health care sharing programs are not considered health insurance and payments to health care sharing programs cannot be reimbursed under a QSEHRA.

HRA Account

An HRA Account is the account established by the employer for each Eligible Employee in which employer contributions are deposited, to be used to reimburse the Participants for legitimate and approved Health Care Expenses. Any amounts remaining in the HRA Account at the end of the Plan Year will be forfeited.

Participant

Participant means any Eligible Employee who meets the requirements for participation under this Plan and for whom coverage is in effect under this Plan.

Period of Coverage

Period of Coverage shall mean the Plan Year, except that:

(a) for Eligible Employees who first become eligible to participate, it shall mean the portion of the Plan Year following the date participation commences, as described in Section 2.01; and

(b) for Eligible Employees who terminate participation, it shall mean the portion of the Plan Year prior to the date participation terminates, as described in Section 2.02.

Plan

Plan means the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_Qualified Small Employer Health Reimbursement Arrangement, as described herein and as amended from time to time.

Plan Administrator

Plan Administrator means the Employer, as described in Section 6.01.

Plan Year

Plan Year means the period beginning January 1 and ending December 31.

Spouse

Spouse means “spouse” as defined under federal law.

# ELIGIBILITY AND ENROLLMENT

## Eligibility

Individuals enrolled in the Plan shall become eligible to participate as follows:

### An individual who was an actively employed employee onthe day before the Effective Date who otherwise meets the requirements of this Section 2.01 shall be eligible to participate in this Plan beginning on the Effective Date.

### Each newly hired or reemployed active full-time employee age 25 or greater shall be eligible to participate in the Plan after completion of 90 days of employment. Part-time employees, seasonal employees, and employees under the age of 25 are not eligible to participate in the Plan.

### The term *Eligible Employee* does not include nonresident alien employees with no U.S. source income, employees covered under a collective bargaining agreement that does not provide for coverage under this Plan, and any employee who performs service for the Employer as a leased employee within the meaning of Code section 414(n) or 414(o).

### No Eligible Employee shall become a Participant unless the Eligible Employee submits an Enrollment Form in accordance with the rules set forth in Section 2.02.

## Enrollment

An Eligible Employee must enroll in the Plan to commence participation in the Plan. An Enrollment Form must be completed, executed, and returned to the Plan Administrator.Such coverage will be effective as soon as administratively possible, but no later than 30 days after the completed Enrollment Form is received by the Plan. If the Plan Administrator does not receive a properly completed Enrollment Form by the last day of the applicable time period, the Eligible Employee shall not be covered under the Plan.

# TERMINATION OF BENEFITS

##  Termination of Coverage

An individual’s participation in the Plan shall terminate as of the earliest of:

### the date the individual ceases to be employed by the Employer;

### the date of termination of this Plan; or

### the date as of which the individual dies, retires or otherwise ceases to be an Eligible Employee.

Reimbursements after termination of participation in the Plan will be made in accordance with Section 4.06 of the Plan.

##  Coverage Following Termination of Employment

If a Participant terminates employment with his Employer for any reason, and then is re-hired within thirty days or less following the date of such termination of employment, the Participant will be reinstated with the same HRA Account balance that she had prior to the termination.

# REIMBURSEMENT BENEFITS

## Provision of Benefits

### The benefits available under this Plan for a Plan Year shall take the form of reimbursements for Health Care Expenses during the Period of Coverage. A Participant shall be entitled to reimbursement under this Plan only for Health Care Expenses after participation has commenced and before participation has ceased.

### The Employer shall bear the entire expense of providing the benefits set forth in this Section 4.01. All payments shall be made from the HRA established in each employee’s name. The employee may not contribute to the HRA.

## Contributions and Funding

### The Employer will establish and maintain an HRA Account with respect to each Participant and will maintain actual separate and discrete accounts for Participants under this Plan.

### The Employer may establish rules, in addition to those already prescribed hereunder, for the timeliness of contributions to be made into each employee’s HRA Account.

### A Participant’s HRA Account cannot have unused balances transferred or rolled over to the next Plan Year. This is a “use it or lose it” account – all amounts remaining in the account at the end of the Plan Year (after all reimbursements for eligible Health Care Expenses have been made) will be forfeited by the Participant and paid to the Employer.

All contributions and limitations on reimbursement shall be prorated to reflect participation during a period shorter than the entire Plan Year.

## Limitations on Reimbursements and Forfeitures

Notwithstanding any provision of this Plan to the contrary, the Participant’s reimbursement under this Plan for any Plan Year shall be limited to the smallest of the following:

### the Participant’s eligible Health Care Expenses for the PlanYear;

### the annual maximum amount described in Section 4.04; or

### any limitation established with respect to the Participant pursuant to Section 4.06 or 8.02.

All contributions and limitations on reimbursement shall be prorated to reflect participation during a period shorter than the entire PlanYear.

##  Annual Limits

The annual maximum amount that a Participant may have credited to a Participant’s HRA Account for an entire 12-month Plan Year is **$4,950** for individual coverage, **$10,000** for family coverage. These amounts may change for years after 2017 in accordance with guidance provided by the Internal Revenue Service. Unused amounts may not be carried over to the next Plan Year.

## No HRA Account Carryover

If any balance remains in the Participant’s HRA Account for a Plan Year after all Health Care Expenses have been reimbursed for the Plan Year, such balance shall NOT be carried over to reimburse the Participant for Health Care Expenses during a subsequent Plan Year.

##  Expense Reimbursement Procedure

Reimbursement of Health Care Expenses shall be made in accordance with the following rules:

### To receive reimbursement for Health Care Expenses under this Plan, a Participant must submit a written application to the Claim Administrator not later than 30 days following the end of the Plan Year in which such Health Care Expenses were billed to the Participant, or if earlier, within 30 days of a Participant’s termination of employment, in accordance with such rules, practices and procedures as the Claim Administrator may specify for the reimbursement of Health Care Expenses under the Plan.

### Each request for reimbursement shall include such substantiation as required by the Claim Administrator, which may include the following information:

#### the name and address of the employee;

#### the name for whom the Health Care Expense related to, and, if such person is not the Participant requesting reimbursement, the relationship of the person to such Participant and a statement that such person is a Dependent of such Participant; and

#### the name and address of the organization to whom the Health Care Expense was or is to be paid and the amount of the Health Care expense.

The Claim Administrator may require the Participant to furnish a bill, receipt, canceled check, or other written evidence or certification of payment or of an obligation to pay Health Care Expenses.

### Subject to applicable law, the Employer may establish such rules as it deems desirable regarding the frequency of reimbursement of Health Care Expenses and the minimum dollar amount that may be requested for reimbursement.

## Coordination with Other Sources, Including Flexible Spending Accounts

**Reimbursement of Health Care Expenses under this Plan shall be permitted only to the extent that such Health Care Expenses have not been previously reimbursed by any other plan or account.**

## Impact on Premium Tax Credits

**A reimbursement paid under this Plan will reduce the amount of premium tax credits received from a federal or state marketplace.**

# PAYMENT OF BENEFITS

## Application for Benefits

To be entitled to reimbursement under this Plan, a Participant must comply with the rules the Claim Administrator has established for claiming benefits, including, without limitation, the completion and filing of a written application and the provision of information, as described in Section 4.06.

## Assignment of Benefits

Except to the extent provided in this Plan, no benefit payable at any time under this Plan shall be assignable, transferable, or subject to any lien, in whole or in part, either directly or by operation of law, or otherwise and none of the following shall be liable for, or subject to, any obligation or liability of any Participant (e.g., through garnishment, attachment, pledge or bankruptcy): the Plan, the Plan Administrator, the Claim Administrator and the Employer.

## Payment to Representative

In the event that a guardian, conservator or other legal representative has been duly appointed for a Participant entitled to any payment under this Plan, any payment due the Participant may be made to the legal representative making the claim. If a Participant dies while benefits under the Plan remain unpaid, the Plan Administrator may direct the Claim Administrator to make direct payment to the executors or administrators of the Participant’s estate. Payment in the manner described above shall be in complete discharge of the liabilities of this Plan and the obligations of the Plan Administrator, the Claim Administrator and the Employer.

## Responsibility for Payment

It is the Participant’s responsibility, in all cases, to pay for Health Care Expenses. Any benefit payment made directly to a Participant or the Participant’s representative (as described in Section 5.03) for a Health Care Expense shall completely discharge all liability of this Plan, the Claim Administrator, the Plan Administrator and the Employer with respect to such expense.

## Overpayments

If, for any reason, any benefit under this Plan is erroneously paid or exceeds the amount payable on account of a Participant’s Health Care Expenses, the Participant shall be responsible for refunding the overpayment to the Plan. The refund shall be in the form of a lump‑sum payment, a reduction of the amount of future benefits otherwise payable under the Plan, or any other method as the Plan Administrator, in its sole discretion, may require.

## Participant’s Responsibilities

Each Participant shall be responsible for providing the Plan Administrator with his current address. Any notices required or permitted to be given to a Participant hereunder shall be deemed given if directed to the address most recently provided by the Participant and mailed by first class United States mail. The Claim Administrator, the Plan Administrator and the Employer shall have no obligation or duty to locate a Participant. In the event a Participant becomes entitled to payment under this Plan and such payment cannot be made, for any reason, the amount of such payment, if and when made, shall be determined under the provisions of the Plan without any consideration to interest payments which may have accrued.

## Missing Person

If, within two years after any amount becomes payable under this Plan to a Participant, the Participant has not accepted or been available to receive the reimbursement, the amount shall be forfeited to the Employer and shall cease to be a liability of this Plan, provided an appropriate level of care shall have been exercised by the Plan Administrator in attempting to make such payment.

## Fraudulent Claims

If a person is found to have falsified any document in support of a claim for benefits or coverage under the Plan, the Plan Administrator may, without anyone’s consent, terminate coverage, and the Claim Administrator may refuse to honor any claim under the Plan.

# ADMINISTRATION OF THE PLAN

##  Administration of the Plan

The Employer shall serve as Plan Administrator responsible for the administration of the Plan and shall make all determinations under the eligibility provisions set forth in Article II of the Plan. The Employer, acting as Plan Administrator, may assign or delegate any of its responsibilities for administering this Plan or carrying out its provisions. To the extent of any such assignment or delegation, the assignee or delegate shall have all of the authority and powers of the Employer. Any action taken by the Employer assigning any of its responsibilities as Plan Administrator to specific persons who are directors, officers, or employees of the Employer shall not constitute delegation of the Employer’s responsibility, but rather shall be treated as the manner in which the Plan Administrator (on behalf of the Employer) has determined internally to discharge such responsibilities.

## Appointment of Claim Administrator

The Employer may appoint one or more Claim Administrators to process all or a designated portion of claims under this Plan in accordance with its terms. If no Claim Administrator is appointed, the Employer shall serve as the Claim Administrator. The person, persons, entity or entities serving as Claim Administrator shall serve at the pleasure of the Employer. The Claim Administrator shall have the authority and discretion to interpret the Plan with respect to its duties and to decide questions and disputes arising under the Plan with respect to such duties, which interpretations and decisions shall be final and binding for purposes of the Plan, subject to any right of Participants to appeal the interpretation and decisions under this Plan.

## Powers of the Plan Administrator

The Plan Administrator is specifically given the discretionary authority and such powers as are necessary for the proper administration of this Plan, including, but not limited to, the following:

### to make claim decisions and benefit payments or direct the Claim Administrator to process all or a designated portion of claims and to make benefit payments to or on behalf of Participants entitled to benefits under this Plan;

### to have the authority and discretion to interpret the Plan, to decide questions and disputes, to supply omissions, to correct defects, and to resolve inconsistencies and ambiguities arising under the Plan, which interpretations and decisions shall be final and binding for purposes of this Plan;

### to authorize its agents to execute or deliver any instrument or make payments on the Plan Administrator’s behalf;

### to obtain from Participants and others, such information as shall be necessary for the proper administration of this Plan, such as proof of other coverage and financial data needed to determine if an individual qualifies as the Dependent of an employee (e.g., income tax returns);

### to appoint committees with such authority and powers as the Plan Administrator deems necessary;

### to retain counsel, employ agents, and provide for such clerical, accounting, actuarial, consulting, claims processing, and other services as it deems necessary or desirable to assist it in the administration of this Plan;

### to retain the right, authority, and discretion to make claim payment and benefit decisions upon appeal to the extent it has the authority to make such appeal determinations under Section 6.04;

### to prescribe forms and procedures for enrollment, claim filing, and other administrative purposes under the Plan and to require their use for such purposes and, notwithstanding anything in this Plan to the contrary, to the extent permitted by applicable law, to establish and maintain a procedure whereby any submission requiring a written form may be made telephonically or electronically and whereby submissions made in accordance with such procedure shall be deemed to have been made as if on the applicable written form;

### to adopt rules for the administration of the Plan; and

### to maintain records of administration of the Plan.

No determination of the Plan Administrator or the Claim Administrator in one case shall create a bias or retroactive adjustment in any other case. Expenses for the administration of the Plan shall be paid out of forfeitures under the Plan.

## Claims Procedure

The Claim Administrator shall review claims for benefits under this Plan and respond within 30 days after receiving the claim. This period may be extended for up to 15 days. If the claim is denied, the Claim Administrator shall provide written notification setting forth:

* + 1. the specific reason or reasons for the denial;
		2. specific reference to pertinent Plan provisions upon which the denial is based; and
		3. a description of any additional material or information necessary for the claimant to perfect the claim.

The claimant may request a review of a denied claim by the Plan Administrator. The claimant’s request for review by the Plan Administrator must be submitted to the Plan Administrator in writing within one hundred eighty (180) days of the claimant’s receipt of a notice of denial from the Claim Administrator. The Plan Administrator shall respond within sixty (60) days after receiving a request for review. The Plan Administrator’s decision shall be in writing and shall include specific reasons for the decision and specific references to the pertinent Plan provisions on which the decision is based.

## Records and Reports

The Claim Administrator and Plan Administrator shall maintain all such books, accounts, records and other data as may be necessary for the proper administration of this Plan.

The Plan Administrator shall make available to each Participant for examination at reasonable times during normal business hours such records under the Plan in its possession as pertain to him.

## Limitation on Liability

A Plan fiduciary shall be entitled to rely upon information from any source assumed reasonably and in good faith to be correct. The Plan Administrator and Claims Administrator shall not be subject to any liability with respect to its duties under this Plan unless it acts fraudulently or in bad faith.

## Indemnification

To the extent permitted by law, the Employer shall indemnify and hold harmless each director, officer, or employee of the Employer to whom fiduciary responsibility with respect to this Plan is allocated or delegated, from and against any and all liabilities, costs, and expenses incurred by any such person as a result of any act, or omission to act, in connection with the performance of his duties, responsibilities, and obligations under this Plan, other than such liabilities, costs, and expenses as may result from the gross negligence or willful misconduct of any such person or amounts paid by such person in a settlement to which the Employer does not consent. The Employer may obtain, pay for and keep current a policy or policies of insurance, insuring any of its employees who has any fiduciary responsibility with respect to this Plan from and against any and all liabilities, costs, and expenses incurred by any such person as a result of any act, or omission to act, in connection with the performance of his duties, responsibilities, and obligations under this Plan.

## Notice

The Employer will provide an annual written notice to Eligible Employees not later than 90 days before the beginning of the Plan Year (or if an employee is not eligible to participate in the Plan as of the beginning of the Plan Year, the date on which the Eligible Employee is first eligible to participate in the Plan). The notice will contain the information required by Code section 9831(d), including the amount of the permitted benefit under the Plan, a statement that the Eligible Employee should provide information regarding the amount of the benefit to any health insurance exchange to which the employee applies for advance payment of a premium tax credit, and a statement that if the employee is not covered under minimum essential coverage for any month, the employee may be subject to a tax under the individual mandate requirement of the Affordable Care Act, and any reimbursement under the Plan may be includible in gross income.

# DURATION AND AMENDMENT OF THE PLAN

## Right to Amend

The Employer reserves the right to amend the Plan at any time, in any manner, including, without limitation, the right to amend the Plan to reduce, add to or modify the type and amount of benefits provided for any and all Participants. Any amendment shall be formally adopted in writing. The Employer reserves the right to delegate this authority to amend, in whole or in part, to any committee, office, officer, or other person or persons as it deems appropriate.

## Right to Terminate

Although the Employer intends to maintain this Plan for an indefinite period, the Employer reserves the absolute right to terminate or partially terminate the Plan at any time, for any reason by or pursuant to a resolution of the board of directors of the Employer. Any termination or partial termination of the Plan shall not adversely affect the payment of benefits to which a Participant was entitled under the Plan prior to the date of termination or partial termination. If the Plan is terminated, each Participant shall be entitled to benefits for Health Care Expenses prior to the date of termination, provided that the Participant appropriately follows the terms of this Plan for reimbursement. Thereafter, the Employer shall have no liability or obligation to make any reimbursements under the Plan.

# MISCELLANEOUS

## Effect on Employment

Nothing in this Plan shall be construed as a contract of employment between the Employer and any of its employees. Participation in this Plan shall not lessen or otherwise affect the responsibilities of an employee to perform fully his duties in a satisfactory and businesslike manner, nor shall it affect the Employer’s right to discipline, discharge, or take any other action with respect to any employee.

## Effect on Benefits

Nothing in this Plan shall be construed as a guarantee that the Employer will continue to provide benefits to employees in the future.

## Legal Compliance

The Employer may prospectively limit, reallocate or deny any benefit for a Participant or any group of Participants to the extent necessary to avoid discrimination under or otherwise comply with any pertinent provision of the Code or other applicable law.

## Governing Law

This Plan shall be governed by and construed in accordance with applicable federal laws and, to the extent not superseded, with the laws of the State of \_\_\_\_\_\_\_\_\_\_\_. Benefits provided under this Plan are intended to be exempt from taxation under section 105 of the Code, and the Plan is intended to comply with any other Code sections as may be applicable to church plans for purposes of retaining such tax exemption.

## No Guarantee of Tax Consequences

Notwithstanding any provision of this Plan to the contrary, the Employer and the Plan Administrator make no commitment or guaranty that any amounts paid to or for the benefit or coverage of a Participant under this Plan shall be excludable from the Participant’s gross income for federal, state or local income tax purposes, or that any other particular federal, state or local tax treatment shall apply or become available to any Participant as a result of the operation of this Plan. By accepting a benefit under this Plan, a Participant agrees to be liable for any tax that may be imposed with respect to those benefits, plus any interest or penalties that may be imposed in connection with the tax.

## Invalid Provisions

If any provision of this Plan shall be held invalid or unenforceable, such invalidity or unenforceability shall not affect any other provision, and this Plan shall be construed and enforced as if such provision had not been included.

Executed this \_\_\_\_\_\_\_ day of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, 20\_\_\_\_.

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

EMPLOYER

By:

Name:

Title: