Insured Disability Salary Continuation Plan in Action





- 1. The business implements a salary continuation plan, which specifies who will be covered, the conditions that must be met for disability benefits to begin, and the amount, frequency and duration of those benefits.
- **2.** The business purchases sufficient disability income insurance on each plan participant to provide the promised benefit. Alternatively, the business and plan participant can share the premium payments.
- **3.** Disability benefits are paid by the insurance company to plan participants who become disabled, as defined in the policy.

© VSA, LP The information, general principles and conclusions presented in this report are subject to local, state and federal laws and regulations, court cases and any revisions of same. While every care has been taken in the preparation of this report, VSA, L.P. is not engaged in providing legal, accounting, financial or other professional services. This report should not be used as a substitute for the professional advice of an attorney, accountant, or other qualified professional.