

What is a Health Care Insurance

Contributed by Administrator
Tuesday, 20 November 2007

Health care services are of primary concern for any country or state or city or individual. It is not just the services but also the affordability that bothers the government as well as the people. For instance, there are certain drugs which relieve immediate cardiovascular angina, but the cost of the medication makes it available only for affluent people. In order to bridge this disparity, health care insurance is provided.

Health care insurance is just a type of insurance where a person has to pay small premiums at regular intervals with the intention of safe guarding themselves from the unexpected medical expenses that is bound to arise. It is just a contract between the policy holder and the insurance company. The insurance company can be either a government agency regulated by central organizations or a private or a non-profit organization.

The contract can either be renewed monthly or annually depending on the type and amount of the plan. A specific amount must be paid every month to the policy provider which is called the premium. But before the health plan starts paying you have to pay out of your pocket which is called the Deductible. It is important to know what your health care insurance coverage is because there are several services that cannot be included in the plan called the exclusions. Such a limitation is called the coverage limits.

A recent study shows that the cost of medical services as well as the insurance coverage has considerably increased due to a pun relation. When medical services improve, automatically average life expectation raises which means that a larger number of people will be under the category of senior citizens. As a result more medical services will be needed for them rather than for the younger healthier generation. Further advancement in biomedical services has increased the cost of medical services.

The health care insurance in the united states is provided by government funded Medicare programs, Medicaid, Medicare advantage, or private employer sponsored or by small employer group coverage. It can also be individually purchased. It can also be life time health care insurance. Usually a health insurance under writing is carried out by the companies to decide whether to accept or deny the insurance policy application. There are also several complaints regarding the health care insurance such as unfair treatment, insurance delay, re-priced policy, and inaccessibility.