

2022 new hire *benefits guide*



Get the most from your *Lam benefits*

Lam’s holistic approach to your well-being begins with robust medical, dental, and vision plans that help keep you well and provide care when you’re not. Other benefits help you build resilience, cope with stress and anxiety, plan for your financial future, and roll with life’s ups and downs.

Read through this guide for an overview of the benefits available to you. Then, visit [LamBenefits.com](https://lambenefits.com) for more detailed information, including plan costs.

This guide describes benefits for regular U.S. employees. Interns are eligible for medical, dental, vision, and EAP benefits.

What you need to do now

To enjoy the benefits you want, you need to do these things within 30 days of your start date:

- Enroll in medical, dental, and vision plans.
- Set up contributions to your Health Care Flexible Spending Account (FSA).
- Set up contributions to your Dependent Care Flexible Spending Account (FSA).
- Review the default amount of company-paid life and accidental death and dismemberment (AD&D) insurance, and enroll in supplemental coverage, if desired.

- Enroll in accident, critical illness, and hospital indemnity insurance.
- Enroll in the group legal plan.
- Enroll in identity theft protection.

CONFIRM ELIGIBILITY

If you’re a full-time or part-time regular-status Lam or Silfex employee who works 20 or more hours per week, you’re eligible for Lam benefits. Your spouse or domestic partner and children may also be eligible; before you enroll them, check the eligibility rules at [LamBenefits.com](https://lambenefits.com) > [Enrolling in Benefits](#) > [Benefits Eligibility](#).



DON'T MISS OUT!

If you don't enroll in your benefits within your first 30 days, you won't have another chance until the next Open Enrollment period, which comes only once a year. Lam provides valuable benefits, but you need to act to get the plans that are right for you.



What you can do later

- Enroll in the Employee Stock Purchase Plan (ESPP); available only during the April and October enrollment periods.
- Enroll in commuter benefits.
- Change how much you contribute to your 401(k) account.
- Start contributing or change how much you contribute to your Health Savings Account (HSA).
- Apply for student loan assistance.
- Take advantage of your Lifestyle Account.
- Purchase discounted auto, home, or pet insurance.
- Change or add beneficiaries.

What you get automatically

- Basic life and accidental death and dismemberment (AD&D) insurance
- Long-term disability insurance
- Employee Assistance Program (EAP)
- Access to Health Advocate for help with your medical care
- Care.com membership
- Employee-paid short-term disability (STD) insurance:
 - California employee Voluntary Disability Insurance (VDI) program
 - STD program for employees outside California (you may opt out)

Health benefits

Lam offers a range of comprehensive medical, dental, and vision plans you can choose from.

Medical

Depending on where you live, you have up to four plans to choose from. All our plans cover preventive care at no cost to you, offer coverage for prescription drugs, and provide financial protection in the event of a major illness or injury.

· ANTHEM CDHP WITH HSA

The Anthem Consumer Directed Health Plan with Health Savings Account is a high-deductible health plan that provides both in-network and out-of-network coverage. This plan is paired with a tax-advantaged HSA to help you save for current and future health care expenses.

· ANTHEM BASE PPO

The Anthem Base PPO has higher paycheck deductions than the Anthem CDHP with HSA, but it also has predictable out-of-pocket costs, with fixed copayments for in-network office visits.

· KAISER CDHP WITH HSA

Offering a low per-paycheck contribution, the Kaiser Permanente Consumer Directed Health Plan with Health Savings Account is a high-deductible health plan that uses its own network of doctors and facilities. You can choose this plan only if you live in California or parts of Oregon and Washington. It is paired with a tax-advantaged HSA to help you save for current and future health care expenses.

· KAISER HMO

The Kaiser Permanente HMO has higher paycheck contributions. You must use the Kaiser network of doctors and facilities, and you will pay a fixed copayment for most services. There is no out-of-network coverage with this plan. You can choose this plan only if you live in California or parts of Oregon and Washington.

NEED HELP CHOOSING A MEDICAL PLAN?

The plan selection support tool on [LamBenefits.com](https://lambenefits.com) can help. Answer just a few questions, and the tool can help you choose among your options—and it only takes a couple of minutes.

Dental

Staying healthy includes taking good care of your teeth and getting regular checkups. Lam offers three dental plan options, all administered through Delta Dental. You can use any licensed dental provider, but you pay less when you use dentists in the Delta Dental network.

· THE PREVENTIVE PLAN

There is no annual deductible, but the plan covers only preventive care services.

· THE ENHANCED PLAN

An annual deductible applies, but you have coverage for a full range of dental services. Orthodontia services are covered for children only.

· THE PREMIUM PLAN

An annual deductible applies, but you have more coverage for a full range of dental services, including orthodontia for both children and adults.

Vision

You have two vision plans to choose from, both administered by VSP.

• THE BASE PLAN

The Base Plan offers annual eye exams, retinal screenings, and an allowance for contacts or eyeglasses. Employees are also eligible for computer vision care, including an exam and computer glasses.

• THE ENHANCED PLAN

With the Enhanced Plan, participants can get two pairs of glasses (or one pair of glasses plus contacts) each year, instead of only one.

Prescription drugs

All of Lam's medical plans provide prescription drug coverage. In the Anthem CDHP with HSA and Kaiser CDHP with HSA, certain preventive-care drugs are 100% covered, with no cost to you.

If you elect the Anthem CDHP with HSA or the Anthem Base PPO, CVS Caremark will administer your prescription drug benefits. Kaiser provides prescription drug benefits for its CDHP and HMO members.

5 ways you save with a Health Savings Account

A Health Savings Account (HSA) is a tax-advantaged account you can use to save money to cover eligible health care expenses—now or in the future. You will have an HSA if you enroll in the Anthem CDHP or the Kaiser CDHP. How much you can contribute depends on whom you cover: up to \$2,350 if you have individual coverage and up to \$4,700 if you're covering others.

You may use money in your HSA to cover your medical deductible or other current health care expenses. But if you can pay some of these expenses out of pocket, it could be a smart strategy to leave money in your HSA to spend later. The average couple retiring today at age 65 will need \$300,000 to cover health care costs in retirement, according to Fidelity. Here's how your HSA can help with that:

1. YOU GET MONEY FROM LAM!

If you have individual coverage, Lam contributes up to \$1,300 to your account. If you're covering dependents, you'll get up to \$2,600. (These are the full-year amounts and will be prorated for new employees.)

2. YOUR HSA IS YOURS TO KEEP

Unlike a Flexible Spending Account, your money stays in your account at the end of the year and beyond—even if you change jobs or retire.

3. IT'S ANOTHER WAY TO SAVE FOR RETIREMENT

If you've hit the annual pretax/Roth contribution limit for your 401(k), your HSA is another way you can save pretax dollars for your future. And you can invest your balance when it reaches \$500.

4. YOU SAVE ON TAXES 3 WAYS

You pay no federal taxes on your contributions, withdrawals for eligible health care expenses, or the interest you earn as your savings grow—or from the returns when you invest your HSA balance. (Note: If you live in California or New Jersey, your contributions and earnings will be subject to state tax.)

5. COVER HEALTH EXPENSES DURING RETIREMENT

Your HSA can be used to pay health care expenses in retirement—including Medicare premiums—which means your 401(k) savings will go even further.

Lam Research 2022 medical plan comparison chart

	ANTHEM CONSUMER DIRECTED HEALTH PLAN WITH HEALTH SAVINGS ACCOUNT (HSA)		ANTHEM BASE PPO		KAISER PERMANENTE CONSUMER DIRECTED HEALTH PLAN WITH HEALTH SAVINGS ACCOUNT (HSA) (CA and parts of OR and WA)	KAISER PERMANENTE HMO (CA and parts of OR and WA)
	In-network	Out-of-network	In-network	Out-of-network		
Plan features						
LAM RESEARCH CONTRIBUTION TO HSA	\$1,300/individual \$2,600/family		N/A	N/A	\$1,300/individual \$2,600/family	N/A
ANNUAL DEDUCTIBLE	\$2,000/individual \$2,800/individual in family \$4,000/family	\$4,000/individual \$8,000/family	\$1,300/individual \$2,600/family	\$2,600/individual \$5,200/family	\$2,000/individual \$2,800/individual in family \$4,000/family	None
	Employees with individual coverage must meet the individual deductible, and those with family coverage must meet the family deductible before the plan will begin paying coinsurance for most services (at 85% for in-network or at 70% of the MAA ¹ for out-of-network). However, once an individual within a family meets the in-network \$2,800 deductible, the plan begins to pay coinsurance for health care costs only for that family member.		The plan pays coinsurance for most services (at 85% of the negotiated rate for in-network or at 70% of the MAA ¹ for out-of-network) after one family member or a combination of family members meets the deductible.		Employees with individual coverage must meet the individual deductible, and those with family coverage must meet the family deductible before the plan will begin paying benefits. However, once an individual within a family meets the \$2,800 deductible, you pay the relevant copays for that family member.	
OUT-OF-POCKET MAXIMUM (includes deductible)	\$3,000/individual \$3,000/individual in family \$6,000/family	\$6,000/individual \$12,000/family	\$3,000/individual \$6,000/family	\$6,000/individual \$12,000/family	\$3,000/individual \$3,000/individual in family \$6,000/family	\$1,500/individual \$3,000/family
Your cost for covered services¹						
OFFICE VISIT	15% after deductible	30% after deductible	\$25 copayment ²	30% after deductible	\$30 after deductible ⁷	\$20 copayment
SPECIALIST OFFICE VISIT	15% after deductible	30% after deductible	\$30 copayment ²	30% after deductible	\$30 after deductible ⁷	\$20 copayment
WELL CARE FOR ADULTS AND CHILDREN³	N/A (no cost to you)	30% after deductible	N/A (no cost to you)	30% after deductible	N/A (no cost to you)	N/A (no cost to you)
EMERGENCY ROOM	15% after deductible	15% after deductible	\$150 copayment ² (waived if admitted)	\$150 copayment ² (waived if admitted)	\$100/visit after deductible	\$100 copayment (waived if admitted)
INPATIENT HOSPITAL	15% after deductible	30% after deductible	15% after deductible	30% after deductible	\$250/admission after deductible	\$250 copayment per admission
Your cost for prescription drugs						
PREVENTIVE CARE DRUGS	No cost to you	N/A	You pay the relevant copayment	N/A	No cost to you	You pay the relevant copayment
GENERIC DRUGS	15% ⁴ after deductible	30% of the covered expense after deductible, plus any amount exceeding the limited fee schedule amount	Retail: \$10 copayment ^{2,4} Mail Order: \$20	Retail: \$10 copayment plus 50% of covered expense and any balance ⁵ Mail Order: N/A	\$10 after deductible ⁸	\$10 copayment ⁹
PREFERRED DRUGS	15% ^{4,6} after deductible		Retail: \$30 copayment ^{2,4,6} Mail Order: \$60	Retail: \$30 copayment plus 50% of covered expense and any balance ⁵ Mail Order: N/A	\$30 after deductible ⁸ (CA) \$20 after deductible ⁸ (WA and OR)	\$20 copayment ⁹
NON-PREFERRED DRUGS	15% ^{4,6} after deductible		Retail: \$60 copayment ^{2,4,6} Mail Order: \$120	Retail: \$60 copayment plus 50% of covered expense and any balance ⁵ Mail Order: N/A	N/A	N/A

¹ When you use out-of-network providers, the plan pays benefits up to the maximum allowed amount (MAA). You are responsible for your percentage share of the MAA, plus any amount the provider charges above the MAA.

² Your copayments do not count toward the deductible, but they do count toward the out-of-pocket maximum.

³ Includes immunizations and lab tests (ages 0–6), annual physical exams (age 7 and older), Pap tests, colonoscopies, and prostate exams (per age and frequency guidelines).

⁴ For mail-order prescriptions, CVS Caremark permits a 90-day supply. Your cost is twice the cost of the retail copayment for a 30-day supply. Higher copayments also apply to retail supplies greater than 30 days.

⁵ For prescriptions filled at non-network pharmacies, CVS Caremark pays 50% of the fee schedule. You pay the applicable copayment, 50% of the fee schedule, plus any additional charges above the fee schedule.

⁶ If a generic drug is available, you pay the difference between the cost of the generic drug and the preferred (or non-preferred) drug, unless your doctor writes the prescription as “dispense as written.”

⁷ Exams provided by an optometrist are not subject to the deductible; you pay the copayment only.

⁸ For the CDHP, your cost is greater for prescription supplies of more than 30 days.

⁹ For the HMO, Kaiser permits prescription supplies of up to 100 days, if authorized by your doctor.

Take care of yourself

See the doctor online. Take some time off. Find child care when you need it. Lam benefits are there for you.

Free preventive care

Preventive care is covered at 100% when you enroll in a Lam medical plan. This includes regular checkups; standard immunizations; screening for blood pressure, cancer, cholesterol, depression, obesity, and type 2 diabetes; and pediatric screening for hearing, vision, autism and developmental disorders, depression, and obesity.

Chat with a doctor— from anywhere

Through [LiveHealth Online](#), you can speak with a doctor 24/7 from wherever you are, over a secure online network. All consultations are confidential, and you don't have to be enrolled in a Lam medical plan to use this service.

Health Advocate

You and your family, including your parents and parents-in-law, have a 24-hour health concierge to help you understand medical bills, resolve claims, schedule appointments, coordinate care, navigate Medicare, find lower-cost prescription drugs, and more. You don't need to be enrolled in a Lam medical plan to use this free service.

Flexible Spending Accounts (FSAs)

With a Health Care or Dependent Care FSA, you can make pretax contributions from your paycheck, so you save money on eligible expenses. You can contribute up to \$2,750 to your Health Care FSA and up to \$5,000 to your Dependent Care FSA. Bonus: Lam will help you pay for child day care by matching 15% of your Dependent Care FSA contributions.

Holidays and paid time off

It's important to take time to recharge, so you'll start to accrue paid time off on day one. Lam also provides 12 paid holidays a year. Plus, in support of our inclusion & diversity core value, you can take another paid day off every year as a personal observance day to celebrate something or someone meaningful to you. And at year-end, most business units shut down for two weeks.

Student loan assistance

Lam will pay \$400 per month directly to your loan servicer to help you pay off your student loans faster and save on interest.

Identity theft protection

This voluntary coverage from LifeLock includes proactive monitoring of the internet, public records, credit, financial activity, and more. If you're the victim of fraud, LifeLock helps with credit restoration and provides \$1 million in insurance.

Education assistance

Get reimbursed—up to \$15,000 per calendar year—for job-related education and career development courses. Eligible expenses include tuition, books, course fees, and materials.

Care.com

Sick kid. Ailing parent. Life happens—and it's not always convenient. You can find resources for ongoing or backup child and adult care through [Care.com](#). Lam gives you an automatic membership to this service; you'll just pay an hourly or daily fee, depending on the care you need.

WANT HELP?

Email: benefits@lamresearch.com Phone: 877-291-9494

Voluntary supplemental medical benefits

Your medical insurance pays for care to keep you healthy or to treat an injury or illness. For extra financial protection, consider these supplemental plans from MetLife, which pay money directly to you.

You decide how to use the money: for medical expenses, like copays and deductibles, or for household expenses and bills. You pay for these plans with after-tax payroll deductions, so the benefits you receive are not taxed when a claim is paid.

ACCIDENT INSURANCE

If you're injured in an accident, you'll receive a lump-sum payment.

HOSPITAL INDEMNITY INSURANCE

When you're in the hospital because of an accident, illness, or childbirth, you'll receive a lump-sum payment plus an additional payment for each day of your stay.

CRITICAL ILLNESS INSURANCE

When you're diagnosed with a covered condition, you'll receive a lump-sum payment of \$15,000, \$30,000, or \$50,000, depending on the coverage level you select.

Other great benefits

Be sure to check out these additional—and amazing—benefits available to you:

- **Commuter benefits:** Save on your commute!
- **Business travel benefits:** You're automatically enrolled in this benefit, which covers you in the event of illness, injury, or death while traveling on Lam business.
- **Home, auto, and pet insurance:** Save money with special group rates.
- **Group legal plan:** Get access to an attorney for advice and representation on a wide array of legal and financial matters, plus tax services, reproductive assistance benefits, support for rental property owners—and services for your parents and grandparents.
- **Adoption reimbursement:** Receive up to \$10,000 per child.

\$500 TO MAKE LIFE BETTER

The Lam Lifestyle Account is designed to encourage a well-rounded, healthy lifestyle and to support your family's needs. Use your \$500 to pay for:

- **Fitness**
- **Financial planning**
- **Personal enrichment classes**
- **Student loan payment**
- **Tutoring and college admissions prep**



Live Well

Here are some ways that Live Well, our well-being program, helps you stay healthy every day.

Manage your health

Biometric screenings: Take advantage of free events for these simple tests that provide important information to help you monitor your health.

Flu shots: Offered at Kaiser and CVS locations at no cost to you.

Blood pressure kiosks: Stop by the one in your location to get a quick read on your status.

Eat well

Virgin Pulse nutrition guide: Get personalized daily guides and access to a nutrition coach to help you meet your goals.

Get moving

Virgin Pulse personalized fitness plan: Build healthy habits one step at a time with daily tips and reminders delivered to your phone or computer. Talk to a coach for more help and motivation to reach your goals.

Events and challenges: Join with like-minded coworkers for local or global activities designed to make your exercise more fun and social.



BEAT STRESS

1:1 support: The Employee Assistance Program supports you through life's rough patches, with counseling and resources to help with depression, anxiety, financial concerns, legal questions, child care, elder care, and many other life challenges. You can connect with a professional online, by telephone, or in person for free 1:1 support.

Meditation on the go: Receive guided meditation sessions from Whil on your mobile phone, so you can reduce stress, sleep better, and increase productivity.

Financial stress-busters: What you learn from financial seminars and webinars on budgeting, investing, and retirement planning can help reduce this leading source of stress.



Build a bright tomorrow, starting today

The steps you take now can affect you for years to come. Lam offers plans to help you create the future you want.

401(k) plan

The Lam 401(k) plan can help you build the retirement savings you need to meet your goals.

- Lam will match half of the first 6% of your regular pay or AIP bonus that you defer to the plan as pretax or Roth contributions.
- Contribute up to the annual IRS limits (including any contributions you made to your prior employer's plan): \$20,500 pretax/Roth (plus an additional \$6,500 pretax/Roth if you're over age 50), and up to \$28,500 after tax.
- Choose how to invest your 401(k) balance, with options that range from conservative to aggressive, depending on your savings goals and risk tolerance.

If you have not already enrolled within 30 days of your start date, you will be enrolled automatically in the 401(k) plan at a 6% pretax contribution level (which ensures you get the highest company match). You can change or discontinue your contribution at any time.

Financial protection you can count on

When life throws you a curveball, your Lam benefits have you covered. You're automatically enrolled in the following plans:

- Basic life insurance at 2 times your base salary
- Accidental death and dismemberment (AD&D) insurance at 2 times your base salary
- Short-term disability insurance
- Long-term disability insurance

You may have some options with these plans, but you need to act within 30 days of your start date to take advantage of them. Visit LamBenefits.com for details.

Employee Stock Purchase Plan (ESPP)

Since your hard work is a major part of Lam's success, we want you to share in it. With our generous ESPP, you can buy Lam stock at a discount.

- Regular employees who work 20 hours or more per week are eligible for the ESPP. If you're eligible, you'll receive an email when the enrollment period begins, typically in April and October.
- You can contribute between 1% and 15% of your salary (up to stock purchases valued at \$21,250 a year).
- Once you enroll, you'll make after-tax contributions to the ESPP from your paycheck during the 12-month offering period.
- At the end of each six-month purchase period—the last business day of April and October—the money you've set aside is used to buy stock for you at a 15% discount.
- To ensure you get the biggest benefit, the 15% discount is applied to the lower of two stock prices—the price on the first day of the offering period or the price on the last day of the purchase period—so you benefit whether the stock price has gone up or down.
- You can stop participating in the ESPP at any time.



**GET BENEFITS INFO
ON YOUR PHONE**

Visit the Mobile Apps page on LamBenefits.com, and follow the instructions under Bookmarks to add the site on your mobile phone.



Visit LamBenefits.com for all the benefits information you need, any time on any device.

Enroll in your first 30 days

If you don't enroll in benefits within 30 days after you start work at Lam:

- You will not have medical, dental, or vision coverage from Lam.
- You will not have a Health Care or Dependent Care FSA.
- You will have basic company-paid life and AD&D insurance at 2 times your base salary.
- You will be enrolled in employee-paid short-term disability insurance. If you are outside California, you must act in your first 30 days if you want to opt out. California employees cannot opt out.
- After 30 days, you will be enrolled in the Lam 401(k) plan at a 6% pretax contribution level (which qualifies for the full company match). You can change or discontinue your contribution at any time.

This guide is an overview of certain health care and benefits plan provisions under the Lam Research U.S. Benefits program. It is not intended to be a complete description of these benefits. Lam Research may terminate, withdraw, or modify any benefits described here, in whole or in part, at any time. Plan descriptions and legally required notices are available at LamBenefits.com.

