FEDERAL INCOME TAX EXEMPTIONS: The Group Policy IS intended to be a federally qualified long term care insurance contract under Section 7702B(b) of the Internal Revenue Code of 1986, as amended.

STATE MASSHEALTH (MEDICAID) EXEMPTIONS: This coverage:

◯ IS (check this box if the Nursing Facility Maximum is equal to or greater than $125 per day)

◯ IS NOT (check this box if the Nursing Facility Maximum is less than $125 per day)

intended to satisfy Massachusetts’ minimum long term care insurance coverage requirements as of the coverage effective date for certain asset and liability exemptions under the Massachusetts MassHealth (Medicaid) Program. Please note that there may be other MassHealth (Medicaid) requirements to qualify for these exemptions.

Please read your Options for Financing Long Term Care: A Massachusetts Guide for important information about the federal and state exemptions. PLEASE NOTE THAT STATE AND FEDERAL LAWS ARE SUBJECT TO CHANGE AND THAT FEDERAL AND STATE EXEMPTIONS MAY NOT APPLY TO YOUR COVERAGE AT A FUTURE DATE.

Also read the disclosure notice entitled “Long-Term Care Insurance Policies In Massachusetts That Are Intended To Qualify Insureds For Certain MassHealth Exemptions” at the end of this Outline.

1. POLICY DESIGNATION

The policy is a Group Policy which was issued in the state of Massachusetts. THIS IS A LIMITED POLICY. This policy may not cover all of the costs associated with your long term care needs.

CAUTION: The issuance of this long term care insurance Certificate is based upon Your responses to the questions on any Application You submit. A copy of Your Application(s), if any, will be provided to You. If Your answers are incorrect or untrue, Genworth Life Insurance Company (called We, Us and Our in this Outline of Coverage) has the right to deny Benefits or rescind Your Coverage. The best time to clear up any questions is now, before a claim arises! If, for any reason, any of Your answers are incorrect, contact Us at this address: the Administrative Office address shown above.

NOTICE TO BUYER: This Group Policy may not cover all of the costs associated with long term care incurred by the buyer during the period of coverage. The buyer is advised to review carefully all Group Policy limitations.

2. SUMMARY OF POLICY FEATURES

This policy:

1. is not a Medicare Supplement policy.
2. is guaranteed renewable for your lifetime.
3. is not subject to automatic premium increases as you get older.
4. may be subject to across the board premium increases as you get older.
5. does offer an option to purchase inflation protection after the coverage is issued without any medical underwriting.
6. does not offer an option to purchase nonforfeiture protection after the coverage is issued without any medical underwriting.
7. does contain special age limitations for purchase.
8. does have a waiting period before preexisting conditions (existing health problems) are covered.
9. has an elimination period of 90 days before benefits are payable by policy.
10. offers a waiver of premium after benefits are payable.

Payment of Benefits is subject to Pre-Existing Conditions Limitations.
3. PURPOSE OF THE OUTLINE OF COVERAGE

This Outline Of Coverage provides a very brief description of the important features of the Group Policy. You should compare this Outline Of Coverage to outlines of coverage for other policies available to You. This is not an insurance contract, but only a summary of coverage. Only the individual or group policy, and not the Outline Of Coverage, contains governing contractual provisions. This means that the individual or group policy sets forth in detail the rights and obligations of both You and Us. Therefore, if You purchase this Coverage, or any other coverage, it is important that You READ YOUR POLICY OR CERTIFICATE CAREFULLY!

4. TERMS UNDER WHICH THE POLICY OR CERTIFICATE MAY BE CONTINUED IN FORCE OR DISCONTINUED

(a) RENEWABILITY: THE CERTIFICATE IS GUARANTEED RENEWABLE. This means You have the right, subject to the terms of the Group Policy, to continue the Certificate until Benefits are exhausted, by paying Your Premium on time. We cannot change any of the terms of the Certificate on Our own, except that, in the future, WE MAY INCREASE THE PREMIUM YOU PAY.

CONTINUATION COVERAGE: Your Coverage will be continued in accordance with the terms of Your Certificate even if the Policyholder ceases to sponsor the Group Policy or discontinues coverage for the group of eligible persons to which You belong. You must pay Us all Premium required for the continuation of Your Coverage.

(b) WAIVER OF PREMIUM: Premium will be waived for each coverage month while You are receiving Nursing Facility Assisted Living Facility, Bed Reservation, Home and Community Care or Hospice Care Benefits.

(c) WE HAVE THE RIGHT TO CHANGE PREMIUM BECOMING DUE IN THE FUTURE. We can change Premium, subject to approval of the Massachusetts Commissioner of Insurance, on a either a Group Policy or class basis; but only if We change Premium for all similar Certificates issued under the Group Policy in the same State. Premium will not change due to a change in Your age, health, or use of Benefits. A change in Premium may occur only once in any 12 month period. We will give You at least 60 days written notice before We change Premium.

5. TERMS UNDER WHICH THE CERTIFICATE MAY BE RETURNED AND PREMIUM REFUNDED

30-Day Free Look Period: You have 30 days from the day You receive the Certificate to review and return it to Us at Our Administrative Office if You are not satisfied with it for any reason. All Premium paid will be refunded within 30 days after: (a) return of the Certificate during this Free Look Period; or (b) Our denial of Your Application.

Unearned Premium Refunds: Unearned Premium will be refunded if Your Coverage ends due to death, surrender or cancellation.

6. THIS IS NOT MEDICARE SUPPLEMENT COVERAGE

If You are eligible for Medicare, review the Guide to Health Insurance for People with Medicare available from Us. Neither We nor Our agents or producers represent Medicare, the federal government, or any state government.

7. LONG TERM CARE COVERAGE

Policies of this category are designed to provide coverage for one or more necessary or medically necessary diagnostic, preventive, therapeutic, rehabilitative, maintenance, or personal care services, provided in a setting other than an acute care unit of a hospital, including, but not limited to care in a nursing home, other long term care facility or program, or in the home.

This Coverage reimburses You for covered long term care expenses You incur. It is subject to an Elimination Period, limitations, exclusions, and other provisions and conditions of the Group Policy.
8. BENEFITS PROVIDED

(a) Covered Services: Payment of institutional and non-institutional Benefits described below is subject to the provisions, conditions, limitations and exclusions of the Group Policy as restated in the issued Certificate. Once the Elimination Period has been satisfied, Benefits are available up to daily or monthly and annual maximums until the applicable Benefit limits are exhausted. Benefits are paid up to the applicable limits for 100% of Your Covered Expenses. You will be responsible for the payment of any expenses not reimbursed by Your Coverage. The limits and features for Your Coverage are based on Your plan choices.

(b) Institutional Benefits: These pay for Covered Expenses incurred while confined in a Nursing Facility, Assisted Living Facility, or Hospice Care Facility. This includes room charges in a Nursing Facility or Hospice Care Facility. The Assisted Living Facility Benefit includes room charges and pays up to 100% of the Nursing Facility Maximum. Bed Reservation Benefits are available for temporary absences of up to 60 days per calendar year when room charges are covered in the facility.

(c) Non-Institutional Benefits: These include the following:

Privileged Care Coordination Services are offered to assist in identifying care needs and community resources available to deliver care while You are Chronically Ill. When You choose to use these services they will be furnished by a Privileged Care Coordination team provided by Us at no cost to You.

The Home and Community Care Benefit covers services received at home and in the community for:
- Adult Day Care.
- Nurse and Therapist Services.
- Home Health or Personal Care Services from Formal Providers (licensed or certified individuals and Home Health Agencies) and Incidental Homemaker and Chore Care received during the same visit and by the same person who provided You with those Home Health or Personal Care Services. —As an alternative You may select the following:

The Home and Community Care Benefit pays up to 75% of the Nursing Facility Maximum.

The Home Assistance Benefit covers: home modifications; assistive devices; supportive equipment; emergency medical response systems; and caregiver training. It pays up to a lifetime limit equal to 90 days/3 months of full Nursing Facility Benefits.

The Hospice Care Benefit covers services designed to provide palliative care and alleviate Your discomforts when You are both Chronically Ill and Terminally Ill. Benefits are payable up to: the Nursing Facility Maximum for care received in a covered facility; and the limit for the Home and Community Care Benefit when care is received while You are living at home.

The Respite Care Benefit provides short-term coverage to relieve the person who normally and primarily provides You with care in Your home on a regular, unpaid basis. It pays for up to 30 days per calendar year.

The Alternate Care Benefit may, subject to Our approval and mutual agreement, pay for Covered Expenses incurred for services, devices or treatments that are Qualified Long Term Care Services not specifically covered under another Benefit.

The Contingent Nonforfeiture Benefit gives You the right to reduce coverage or convert to limited paid-up Benefits in the event of a cumulative Premium increase that is considered to be substantial as stated in the Certificate.

(d) Eligibility For The Payment Of Benefits: For You to be eligible for the payment of Benefits:
- You must be Chronically Ill;
- We must receive a Current Eligibility Certification for You; and
- We must receive ongoing proof which verifies that the Covered Care You receive is needed due to You continually being Chronically Ill.
Conditions: Benefits will only be paid as reimbursement for expenses paid on Your behalf only if all of the following conditions have been satisfied:

• You must meet the above Eligibility For The Payment Of Benefits requirements.
• The expenses must qualify as Covered Expenses.
• The Covered Care and related Covered Expenses must be consistent with and received pursuant to Your Plan of Care as prescribed by a Licensed Health Care Practitioner.
• Your Coverage must not have ended before the date(s) the Covered Care is received.
• Any applicable Elimination Period must be satisfied.
• You must not have exhausted the Coverage Maximum or any daily, monthly, annual or lifetime limits applicable to the specific Benefits being Claimed.
• You must meet the requirements for payment in accordance with all the provisions of Your Certificate.
• The care, service, cost or item for which Benefits are payable must meet the definition of Qualified Long Term Care Services.

Meaning Of Terms: The following definitions are being provided to assist You in understanding certain terms used in this Outline Of Coverage. The Certificate contains additional definitions not provided for in this Outline Of Coverage. The definition of any capitalized term in this Outline Of Coverage is provided for in the General Definitions section of the Certificate.

Activities of Daily Living means the following self-care functions: bathing (washing oneself); continence (control of bowel and bladder functions); dressing (putting on and taking off clothes and assistive devices); eating (taking nourishment); toileting (including performing associated personal hygiene tasks); and transferring (moving in and out of a bed, chair or wheelchair).

Chronically Ill or Chronically Ill Individual refers to a person who has been certified by a Licensed Health Care Practitioner as:

• Being unable to perform, without Substantial Assistance from another individual, at least two (2) Activities of Daily Living due to a loss of functional capacity. In addition, this loss of functional capacity must be expected to exist for a period of at least 90 days; or
• Requiring Substantial Supervision to protect the person from threats to health and safety due to a Severe Cognitive Impairment.

Severe Cognitive Impairment and Cognitive Impairment means a loss or deterioration in intellectual capacity that: is comparable to (and includes) Alzheimer’s disease and similar forms of irreversible dementia; and is measured by clinical evidence and standardized tests that reliably measure impairment in the person’s: short-term or long term memory; orientation as to people, places or time; deductive or abstract reasoning; and judgment as it relates to safety awareness.

Substantial Assistance is either:

• Hands-on Assistance which is the physical assistance (minimal, moderate or maximal) of another person without which You would be unable to perform the Activity of Daily Living; or
• Standby Assistance which is the presence of another person within arm’s reach of You that is necessary to prevent, by physical intervention, injury to Yourself while You are performing the Activity of Daily Living.

Substantial Supervision is continual supervision (which may include cueing by verbal prompting, gestures, or other demonstrations) by another nearby person that is necessary to protect the severely cognitively impaired person from threats to his or her health or safety (such as may result from wandering).

Coverage means the Benefits You have under the Group Policy or Continuation Coverage as evidenced by Your Certificate. Coverage Maximum means the maximum amount of Benefits under Your Coverage. The Coverage Maximum will change as described below and when You elect changes.

Your Coverage Maximum is $__________.
Your Coverage Maximum and amounts based on the Nursing Facility Maximum are: (a) reduced as payments are made for Covered Expenses; (b) increased when Benefit Increases apply; and (c) exhausted when they are reduced to zero.

_Covered Care_ means those Qualified Long Term Care Services for which Your Coverage pays Benefits or would pay Benefits in the absence of an Elimination Period or payment limits.

_Covered Expenses_ means costs You incur for Covered Care. Each Benefit defines the Covered Expenses under that Benefit. An expense is considered to be incurred on the day on which the care, service or other item forming the basis for it is received by You.

A _Current Eligibility Certification_ is a written certification by a Licensed Health Care Practitioner, who is not a member of Your Immediate Family, that You meet the above requirements for being Chronically Ill. The certification must be renewed and submitted to Us every 12 months.

_Elimination Period_ means the length of time, beginning with the first day on which You incur a Covered Expense, before You are entitled to Benefits. Days used to satisfy the Elimination Period do not need to be consecutive; and can be accumulated over time. Once satisfied, You will never have to satisfy a new Elimination Period for Your Coverage.

Your Elimination Period is __90__ Calendar Days.

_Nursing Facility Maximum_ means the maximum amount We will pay when You are Confined in a Nursing Facility. This may be a daily maximum or a monthly maximum, based on Your plan choice. This amount is also used to determine other Benefit maximums. The Nursing Facility Maximum is the maximum total amount payable for all Covered Expenses incurred (a) on a day when it is a daily maximum; or (b) in a calendar month when it is a monthly maximum. This limitation does not apply to Benefits that are not subject to a daily or monthly maximum.

Your Nursing Facility Maximum is $_________ per Month.

_Qualified Long Term Care Services_ means necessary diagnostic, preventive, therapeutic, curing, treating, mitigating, and rehabilitative services and maintenance or personal care services which: (1) are required by a Chronically Ill Individual; and (2) are provided pursuant to a Plan of Care prescribed by a Licensed Health Care Practitioner.

**OTHER FEATURES AND OPTIONS** *(Optional items available for added Premium)*

_Automatically Included International Nursing Facility Benefit:_ This Benefit will pay for Covered Expenses You receive while You are outside the United States. Subject to the Coverage Maximum, it pays up to 75% of the Nursing Facility Maximum for confinement in an Out-of-Country Nursing Facility. This Benefit terminates four years after the date for which it first makes payment.

_Optional Nonforfeiture Benefit:_ This Benefit provides a continuation if Your Coverage ends due to non-payment of Premium after it has been in force for at least three years. Any Benefit Increases will cease; and the Coverage Maximum will be reduced to the greater of: (a) the sum of all Premium paid (and not waived under the Waiver of Premium Benefit) for Your Coverage; or (b) the amount equal to one month (30 days) of Benefits under the Nursing Facility Benefit in effect at the time Your Coverage ends. In no event will this amount exceed the unused Coverage Maximum at the time Your Coverage ends.

_Automatically Included Graded Refund of Premium On Death Benefit:_ This Benefit provides for the payment of a death benefit equal to a percentage of the total Premium paid, less claims. The Benefit payable is based on Your age on the Premium Due Date immediately prior to Your death. If You are age 65 or younger, We will pay an amount equal to the total Premium paid less claims. If You are age 66, the Premium percentage reduces to 90%. Each year thereafter, the percentage of Premium payable under this Benefit is reduced by 10%. This Benefit terminates on the Premium Due Date on which You are 75 years of age. Tax Considerations: Please note that payment of this Benefit may have tax implications. You are advised to review this Benefit with a qualified tax professional to determine any such tax impact.
Automatically Included Informal Care Benefit: This Benefit provides for the payment of Covered Expenses incurred for health and personal care assistance another person provides to You in Your Home in accordance with Your Plan of Care. That person can be a member of Your Immediate Family or someone else provided he or she: (a) did not reside with You in Your Home at the time Your first satisfied the Eligibility For The Payment Of Benefits provisions; and (b) is not compensated, as an employee, by any organization that is paid to provide such assistance. Payment is subject to a calendar year total of 30 days with a daily maximum of: 25% of the Nursing Facility Maximum per day when daily Benefits apply; or 1% of the Nursing Facility Maximum per day when Benefits are payable on a calendar month basis. This Benefit will not be paid for any day for which payment is made under the Home and Community Care Benefit. Payment of this Benefit is subject to the Elimination Period.

9. EXCLUSIONS AND LIMITATIONS

Pre-Existing Conditions Limitation: We will not pay for Covered Expenses incurred for any care or confinement that is a result of a Pre-Existing Condition when the care or Confinement begins within six (6) months following Your initial Certificate Effective Date.

A Pre-Existing Condition means a condition (illness, disease, injury or symptom) for which medical advice or treatment was recommended by, or received from, a Health Care Professional within six (6) months prior to Your initial Certificate Effective Date. A Health Care Professional includes anyone who is: a Physician; a Nurse; a physician assistant; a physical, occupational, speech or respiratory therapist; a chiropractor; an acupuncturist; a homeopathic doctor; or a Licensed Health Care Practitioner.

Non-eligible Facilities/Providers: A Nursing Facility, Assisted Living Facility or Hospice Care Facility must meet the applicable definition stated in Your Certificate in order to qualify for Coverage.

Non-eligible Levels of Care: Coverage is not based on the specific level of care; but is for care furnished for a specific covered reason, by or through the covered facilities and providers. Care from Immediate Family members is covered only when specifically indicated.

Exclusions/Exceptions and Limitations: We will not pay Benefits for any Covered Care:

• for which no charge is normally made in the absence of insurance;
• provided outside the fifty (50) United States, the District of Columbia, and any territory of the United States of America; unless specifically provided for by a Benefit;
• provided by Your Immediate Family, unless: specifically covered by a Benefit; or he or she is paid as a regular employee of the organization that provides the services to You;
• provided by, or in, a Veteran's Administration or Federal government facility, unless a valid charge is made to You or Your estate;
• resulting from illness, treatment or medical condition arising out of any of the following:
  • war or any act of war, whether declared or not;
  • attempted suicide or an intentionally self-inflicted injury;
  • participation in a felony, riot, or insurrection;
  • service in the armed forces or units auxiliary thereto;
• provided for alcoholism or drug detoxification.

Non-Duplication: Benefits will be paid only for Covered Expenses that are in excess of the amount paid or payable under:

• Medicare (including amounts that would be reimbursable but for the application of a deductible or coinsurance amount); and
• Any State or Federal workers’ compensation, employer’s liability or occupational disease law;
• Any other Federal, state or other government health or long term care program, or law except Medicaid.

This Non-Duplication provision will not disqualify a Covered Expense from being used to satisfy any Elimination Period requirement.
Coordination with Other Coverage: We will reduce the amount of Benefits We will pay for Covered Expenses when the total amount payable under this and all Other Long Term Care coverage is greater than the actual Covered Expense You incur for Covered Care.

THE POLICY MAY NOT COVER ALL THE EXPENSES ASSOCIATED WITH YOUR LONG TERM CARE NEEDS.

10. RELATIONSHIP OF COST OF CARE AND BENEFITS

Because the costs of long term care services will likely increase over time, You should consider whether and how the Benefits of Your Coverage may be adjusted. Benefit levels will not increase over time unless the plan You purchase provides Benefit Increases. Unless otherwise described, these increases: will be automatic; will not require proof of good health; will be made without a corresponding increase in Premium; and will continue without regard to Your age, claim status or claim history, or length of time You have been insured.

Benefit Increases cease when: (a) the applicable maximum has been exhausted; (b) they are terminated by You; (c) Your Coverage ends; or (d) Your Coverage is continued under any Nonforfeiture Benefit, if applicable.

If You do not purchase a Benefit Increases option at initial issue, You may need to provide proof of good health to later increase coverage. Available increase options are described below. They are followed by a graphic comparison of the Benefit levels of coverage that increase Benefits over time with coverage that does not increase Benefits. A similar graphic comparison illustrates Premium for those coverages at a given issue age.

AVAILABLE BENEFIT INCREASE OPTIONS

5% Future Purchase Options will apply if no other Option is selected.

3% Compound Benefit Increases: On each anniversary of Your Certificate Effective Date Your then current Nursing Facility Maximum and the current amounts of other dollar maximums will each increase by 3%.

5% Compound Benefit Increases: On each anniversary of Your Certificate Effective Date Your then current Nursing Facility Maximum and the current amounts of other dollar maximums will each increase by 5%.

5% Future Purchase Options: These provide a way to increase Your Benefit maximums as of every 3rd anniversary of the Group Policy Effective Date. Increases will not be available or effective, and may be revoked or rescinded, if You are Chronically Ill or otherwise eligible for Benefits on the date the offer is accepted.

You will be given the option to purchase additional coverage equal to 5% compounded annually for the 3 year period (an approximate increase of 15.8%). The increases will apply to Your then current Nursing Facility Maximum and the current amounts of other dollar maximums. The additional Premium for an increase will be based on: (1) the amount of the increase; and (2) Your age and the Premium in effect for the Group Policy on the date the increase takes effect.

Offers and Benefit Increases cease when: (a) You have refused/declined Two consecutive options to increase Benefit maximums; (b) the applicable maximum has been exhausted; (c) they are terminated by You; (d) Your Coverage ends; or (e) Your Coverage is continued under any Nonforfeiture Benefit, if applicable.
11. NONFORFEITURE BENEFITS

As an accident and sickness policy, the policy does not have a cash value associated with life insurance products. The policy does offer for an additional charge a Nonforfeiture Benefit that will continue until exhausted even if your coverage lapses due to nonpayment of premiums. The following explains how this coverage would apply to your coverage. If you are covered by the Nonforfeiture Benefit, it provides a continuation if your coverage terminates due to non-payment of premium after it has been in force for 3 years. Any Benefit Increases will cease; and the Coverage Maximum will be reduced to the greater of: (a) the sum of all premiums paid (and not waived) for your coverage; or (b) the amount equal to one month (30 days) of benefits under the Nursing Facility Benefit in effect at the time of lapse. In no event will this amount exceed the unused Coverage Maximum at the time of lapse.

The group policyholder is offering the Nonforfeiture Benefit Rider as an option to you.

12. ALZHEIMER’S DISEASE AND OTHER ORGANIC BRAIN DISORDERS

Coverage is provided for insureds clinically diagnosed as having Alzheimer’s disease or related degenerative and dementing illnesses subject to the same exclusions, limitations and provisions applicable to other Covered Care.

13. PREMIUM

The initial Premium for Your Coverage will be determined from the Premium rate schedule contained in Your enrollment material based on the options selected, Your age and the Premium Payment Mode.

Complete to show Premium and Options Selected

Applicant A

Premium Payment Mode

Monthly

Certificate with any Benefit Increases

$______

Nonforfeiture Benefit

$______

Annual Total Modal Premium

$______

If You have a Premium Payment Mode other than Annual, You may pay additional charges for that Premium Payment Mode. Refer to the Modal Premium Disclosure provided in Your Certificate.
14. ADDITIONAL FEATURES AND REMINDERS

Underwriting: We will underwrite an Application by reviewing the information submitted on the Application and any other information You authorize Us to obtain.

Continuation for Lapse Due to Cognitive or Functional Impairment: If Your Coverage terminates due to non-payment of Premium, We will provide a retroactive continuation if, within seven (7) months of the termination date, You provide Us with proof that You were Chronically Ill, beginning on or before the end of the Grace Period. All past due Premium must be paid within such seven (7) month period. In that event, any Benefits for which You qualified during the continuation period will be paid to the same extent they would have been paid if Your Coverage had not ended.

Reminder: This Outline Of Coverage is not a contract; and the only Coverage to be provided will be as stated in the issued and effective Certificate. The Certificate will set forth in detail the Benefits and Services provided and the Premium and conditions required to continue Your Coverage until it ends.

15. COMPLAINTS

If you have a complaint, call us at 888.325.5433 or your agent. If you are not satisfied, you may call or write the Massachusetts Division of Insurance.

16. LONG-TERM CARE INSURANCE ISSUED IN MASSACHUSETTS THAT IS INTENDED TO QUALIFY INSURED FOR CERTAIN MASSHEALTH EXEMPTIONS

The purpose of this notice is to describe the minimum coverage requirements needed to potentially qualify for exemptions from some MassHealth eligibility and recovery rules. Information about these coverage requirements is also available in the publication Your Options for the Financing of Long-Term Care: A Massachusetts Guide. The Commissioner of Insurance has instructed all long term care insurance carriers to provide this notice to clarify the coverage requirements associated with MassHealth exemptions.

Buying long-term care insurance in Massachusetts that meets certain standards may qualify the insured for exemptions from some of the eligibility and recovery rules under the Massachusetts MassHealth (Medicaid) Program. It is important to note that MassHealth minimum coverage requirements are based upon benefits available as of the day the individual enters a nursing home, not what is available on the day the person buys long term care insurance.

One of the existing requirements to qualify for MassHealth exemptions is that an individual's long-term care insurance must have benefits available to pay at least $125 per day for at least 730 days (2 years) of nursing home care as of the day the individual enters a nursing home.

Although long-term care insurance may satisfy the MassHealth minimum coverage requirements at the time it is purchased, if the insured uses the insurance to pay for non-nursing home benefits (e.g., home health care, personal care or assisted living benefits), the amount of benefits available to pay for nursing home care may be reduced. Depending upon the original maximum benefit and other benefits that may have been used, the insurance may not meet the MassHealth minimum coverage requirements as of the day the individual enters a nursing home.

For example: a person purchased a plan with 730 days of nursing home and home health care coverage and, prior to entering the nursing home, used 100 days of coverage to pay for home health care services. On the day the individual enters the nursing home, the person would have 630 days of coverage left to pay for nursing home care. This is less than the minimum 730 days of nursing home coverage required for certain MassHealth exemptions.

It should also be noted that long-term care insurance with an inflation protection benefit may ultimately satisfy the MassHealth minimum coverage requirements, even if the insurance failed to meet the MassHealth minimum coverage requirements on the day it was purchased. For example, insurance that initially had a $100 per day benefit with an annual inflation adjustment could potentially increase over time to meet the MassHealth minimum coverage requirements as of the day the person enters a nursing home.

Qualifying for insurance benefits is independent from qualifying for an exemption under MassHealth. For more information, read Your Options for Financing Long-Term Care: A Massachusetts Guide.

Please be aware that laws may change and the exemptions and the MassHealth minimum coverage requirements that exist today may not necessarily be the same in the future (or might not exist at all).