

# N.A.I.C. Model LTC Regulations

A Long Term Care policy must be “qualified “ in order to have the benefits paid out tax free. This means that the policy must conform to certain standards and guidelines set forth by the Internal Revenue Code and H.I.P.A.A. Among the qualifying standards is the requirement to conform to the N.A.I.C.’s long term care insurance model regulations. These are:

- Policy renewability (must be guaranteed renewable)
- Prohibitions on limits and exclusions
- Policy replacement
- Policy conversion
- Prohibition against post claims underwriting
- Requirement to offer inflation adjusted benefits
- Proper marketing standards
- Suitability and appropriateness of the recommended purchase
- A standard format for the outline of coverage