Partnership Status Disclosure Notice
Important Information Regarding Your Policy's
Long-Term Care Partnership Status

This disclosure notice is issued in conjunction with your long-term care policy. Some long-term care insurance policies sold in New Mexico qualify for the New Mexico Long-Term Care Partnership Program. Long-term care insurance policies that qualify as partnership policies may be entitled to special treatment, in particular as "Asset Disregard" under New Mexico's Medicaid program.

Asset Disregard means that an amount of the policyholder's assets equal to the amount of long-term care insurance benefits received under a qualified partnership policy will be disregarded for the purpose of determining the insured's eligibility for Medicaid. This generally allows a person to keep assets equal to the insurance benefits received under a qualified partnership policy without affecting the person's eligibility for Medicaid. All other Medicaid eligibility criteria will apply, and special rules may apply to persons whose home equity exceeds $500,000. Asset Disregard is not available under a long-term care insurance policy that is not a partnership policy. The purchase of a partnership policy does not automatically qualify you for Medicaid. There are other eligibility requirements you must meet, including resource and income requirements.

Partnership Policy Status

Your long-term care insurance policy is intended to qualify as a partnership policy under the New Mexico Long- Term Care Partnership Program as of your policy's effective date.

What Could Disqualify a Policy as a Partnership Policy?

Certain types of changes to a partnership policy could affect whether or not such policy continues to be a partnership policy. If you purchase a partnership policy and later decide to make any changes, you should first consult with your insurance producer or your insurance company to determine the effect of a proposed change. If you move to a state that does not maintain a Partnership Program or does not recognize your policy as a partnership policy, you would not receive beneficial treatment of your policy under the Medicaid program of that state. The information contained in this disclosure is based on current New Mexico and federal laws. These laws may be subject to change. Any change on law could reduce or eliminate the beneficial treatment of your policy under New Mexico's Medicaid program.

Additional Information

If you have questions regarding the long-term care insurance policies, please contact [carrier name and contact information]. If you have questions regarding current laws governing Medicaid eligibility, you should contact the New Mexico Human Services Department.