

"NOTICE TO BUYER: THIS POLICY MAY NOT COVER ALL THE COSTS ASSOCIATED WITH LONG-TERM CARE INCURRED BY THE BUYER DURING THE PERIOD OF COVERAGE. THE BUYER IS ADVISED TO REVIEW CAREFULLY ALL POLICY LIMITATIONS."

(D) (1) AN INSURER MAY NOT DELIVER AN INDIVIDUAL LONG-TERM CARE INSURANCE POLICY TO AN INSURED UNTIL THE INSURER HAS NOTIFIED THE INSURED OF THE OPTION TO DESIGNATE IN WRITING ONE PERSON IN ADDITION TO THE INSURED WHO IS TO RECEIVE NOTICE OF CANCELLATION OF THE POLICY FOR NONPAYMENT OF PREMIUM UNDER § 645 OF THIS SUBTITLE.

(2) THE INSURED HAS THE RIGHT TO CHANGE THE WRITTEN DESIGNATION UNDER THIS SUBSECTION AT ANY TIME.

(3) THE WRITTEN DESIGNATION SHALL BE ON A FORM PROVIDED BY THE INSURER THAT STATES:

(I) THAT THE INSURED HAS THE OPTION TO DESIGNATE ONE PERSON FOR RECEIPT OF NOTICE OF CANCELLATION; AND

(II) THE RIGHT OF THE INSURED TO CHANGE THE WRITTEN DESIGNATION AT ANY TIME.

(E) (1) NO LONG-TERM CARE INSURANCE POLICY OR CERTIFICATE MAY BE DELIVERED OR ISSUED FOR DELIVERY IN THIS STATE IF SUCH POLICY LIMITS OR EXCLUDES COVERAGE BY TYPE OF ILLNESS, TREATMENT, MEDICAL CONDITION, OR ACCIDENT, EXCEPT AS FOLLOWS:

(I) PREEXISTING CONDITIONS OR DISEASES;

(II) MENTAL OR NERVOUS THAT DOES NOT INCLUDE ALZHEIMER'S DISEASE;

(III) ALCOHOL OR DRUG ADDICTION;

(IV) ILLNESS, TREATMENT, OR MEDICAL CONDITIONS ARISING OUT OF:

1. A DECLARED OR UNDECLARED WAR OR ACT OF WAR;

2. PARTICIPATION IN A FELONY, RIOT, OR INSURRECTION;

3. SERVICE IN THE ARMED FORCES OR AUXILIARY UNITS;

4. SUICIDE, ATTEMPTED SUICIDE, OR INTENTIONALLY SELF-INFLICTED INJURY; OR

5. AVIATION WHERE THE INSURED IS A NONFARE-PAYING PASSENGER;

(V) UNLESS OTHERWISE PROVIDED BY STATE OR FEDERAL LAW, TREATMENT PROVIDED IN A GOVERNMENT FACILITY;

(VI) SERVICES FOR WHICH BENEFITS ARE AVAILABLE UNDER: