

2016 Medicare Part D Benefits



Deductible	You may pay up to \$360 a year
Initial Coverage Limit	You pay co-payments or coinsurance until your total drug costs (what you pay and the plan pays) reach \$3,310
Coverage Gap	Once you reach the gap YOU PAY: 58% for plan covered generic drugs and 45% for plan covered brand name drugs. (Drug manufacturers will pay 50% and the plan pays 5% of the brand drug cost.) Once your total out-of-pocket costs reach \$4,850 (what you pay plus the 50% paid by the drug manufacturer for brand drugs) you pay 5% of your drug costs.
Catastrophic Level Minimum Cost Sharing	\$2.95/\$7.40

If you delay enrollment, you could pay more!

You will have to pay a higher premium if you don't join a plan when you are first eligible or you don't have an existing drug plan that is equal to or better than Medicare coverage. You will pay at least 1% more for every month you waited to get a Medicare prescription drug plan. The penalty is a percentage of the national average premium (\$34.10 in 2016) for Medicare drug plans. You will pay this higher premium for the rest of your life. Anyone who qualifies for "extra help" is not subject to a penalty.

Individuals on Medicare and Medicaid

	Nursing Home Resident or receiving Community Based Waiver services	Income at or below 100% of Federal Poverty Level \$11,770 individual \$15,930 couple	Income above 100% of Federal Poverty Level
Premium	\$0	\$0	\$0
Deductible	\$0	\$0	\$0
Co-payment	\$0	\$1.20/generic; \$3.60/brand	\$2.95/generic; \$7.40/brand
Coverage Gap	\$0	\$1.20/generic; \$3.60/brand	\$2.95/generic; \$7.40/brand
Catastrophic Coverage	\$0	You pay nothing after what you pay and Medicare pays reach \$4,850 per year.	

Individuals on Medicare Only

Income	Income below 135% of Federal poverty \$15,889.50/individual \$21,505.50/couple	Income below 150% of Federal poverty \$17,655/individual \$23,895/couple
Resources	Below* \$8,780/individual \$13,930/couple	Below* \$13,640/individual \$27,250/couple
Premium	\$0	premium based on income
Deductible	\$0	\$74
Co-payment	\$2.95/generic; \$7.40/brand	15% coinsurance
Coverage Gap	\$2.95/generic; \$7.40/brand	15% coinsurance
Catastrophic Coverage	You pay nothing after what you pay and what Medicare pays reach \$4,850 per year.	\$2.95/generic; 7.40/brand after what you pay and what Medicare pays reach \$4,850 per year.

* These resource limits are for 2015 and include \$1,500 per person allowance for burial expenses. Incomes are based on 2015 amounts.