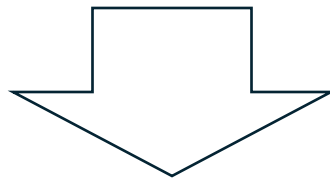
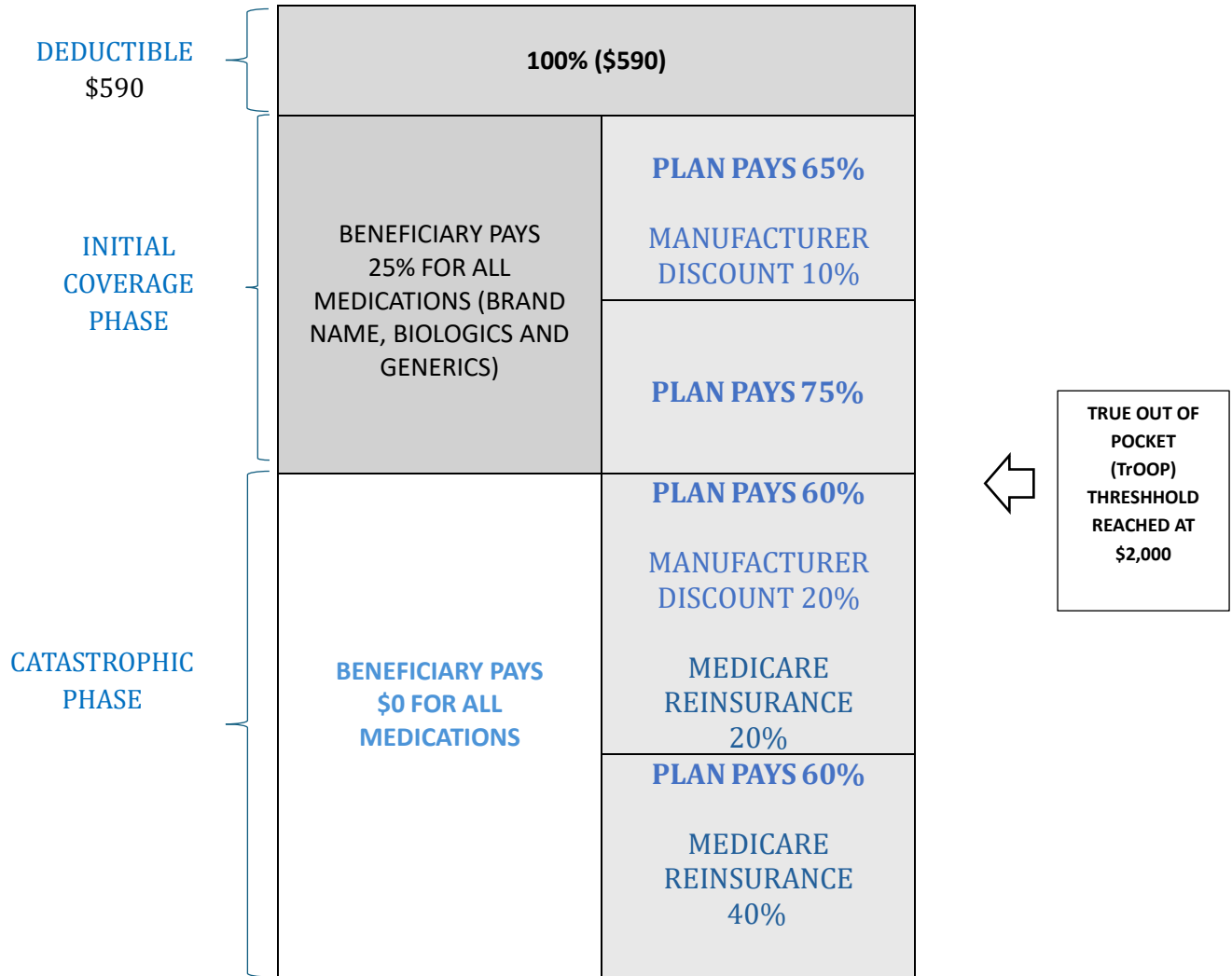


2025 Medicare Standard Part D Benefit



NO CAP

Benefit restarts on
January 1st of each year

NOTE: The Coverage Gap (aka "Donut Hole") has been eliminated as of January 1, 2025

2025 Medicare Standard Part D Coverage Phases

Standard Coverage Levels	2025
Annual Deductible	Beneficiary pays the first \$590 of their drug costs before the plan starts to pay its share
Initial Coverage	Beneficiary pays 25% co-insurance; the plan typically pays 65% of the cost of applicable drugs* and 75% of the cost of all other covered Part D drugs. The manufacturer, through the Manufacturer Discount Program**, typically covers 10% of the cost of applicable drugs. This phase ends when the enrollee has reached the annual TrOOP threshold of \$2,000
Catastrophic Coverage	<p>If the beneficiary's out-of-pocket costs reach \$2,000 for the calendar year, they reach catastrophic coverage. For the remainder of the calendar year, the beneficiary will have NO co-insurance payments.</p> <p>For applicable drugs, the costs are fully covered by the drug plan (60%), the Manufacturer Discount Program (20%) and Medicare (20%). For Non-applicable drugs, the costs are fully covered by the drug plan (60%) and by Medicare (40%)</p>

* Applicable drugs are those brand name and biologic drugs which are subject to the Manufacturer Discount Program (MDP) created by the Inflation Reduction Act (IRA).

** The MDP imposes a 10% liability on drug manufacturers for the cost of applicable drugs during the Initial Coverage phase and a 20% liability for the cost of applicable drugs during the Catastrophic phase.