## 2021 Part D Standard Plan Cost-Sharing*

<table>
<thead>
<tr>
<th>Part D Benefit Cost Periods</th>
<th>Costs and Who Pays</th>
<th>Beneficiary Pays (TrOOP)</th>
<th>Plan Pays</th>
<th>Total Amount Spent on Plan-Covered Drugs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Initial Deductible</td>
<td>Beneficiary pays 100%</td>
<td>Up to $445</td>
<td>$0</td>
<td>$445 (Amount spent on deductible, before ICP begins)</td>
</tr>
<tr>
<td>Initial Coverage Period (ICP)</td>
<td>Costs of covered drugs are shared: 25% by beneficiary, 75% by plan.</td>
<td>Up to $1,032.50* *maximum an individual would pay if in plan with no deductible</td>
<td>$3,097.50</td>
<td>$4,130 (Amount spent during ICP, including applicable deductible, before Coverage Gap begins)</td>
</tr>
</tbody>
</table>

### Former Coverage Gap (“donut hole”)

While the Part D coverage gap ("donut hole") officially closed in 2020, that does not mean beneficiaries don’t have to share a portion of costs after the ICP:
- The beneficiary will continue to pay 25% for both generic drugs and brand-name drugs, plus a small portion of the pharmacy dispensing fee (approx. $1-$3).
- The plan pays 75% of the cost of generic drugs and 5% for brand-name drugs.
- The drug manufacturer provides a 70% discount on brand-name drugs.

**Note about True Out-of-Pocket (TrOOP) costs:**
The total amount spent in this period (up to $5,183.75) includes:
- The drug costs paid by the beneficiary, and
- The 70% discount on brand-name drugs provided by the drug manufacturer.

Payments made by the plan during this period (75% on generics, 5% on brand-name drugs) do not count toward TrOOP.

### Catastrophic Benefit Period

When an enrollee’s total out-of-pocket spending reaches $6,550, they hit the catastrophic benefit period, and costs of covered drugs are shared. Beneficiary pays reduced copay/coinsurance; plan pays the difference.

Greater of:
- 5% coinsurance OR $3.70 copay for generic, $9.20 copay for brand or non-preferred
- Any remaining portion of the negotiated drug price

Beneficiary will remain in the Catastrophic Benefit Period through December 31, 2021. Part D benefit will reset on January 1, 2022, starting again with a deductible.

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*Most Part D plans are not standard plans. This means calculating TrOOP costs during the initial deductible and ICP varies by plan.*


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