

MEDICARE SUPPLEMENT 101

Extra Coverage for the Over 65 Market



In general, **Medicare Part A** covers Hospital Care, Skilled Nursing Facility Care, Hospice and Home Health Services.

Hospital Inpatient

- \$1,288 Deductible for 2016
- **Days 1-60:** \$0 coinsurance
- **Days 61-90:** \$322 coinsurance
- **Days 91 and beyond:** \$644 per each 'Lifetime Reserve Day' (up to 60 days per lifetime) for each benefit period
- **Customer responsible for all costs** after all 'Lifetime Reserve Days' are exhausted.

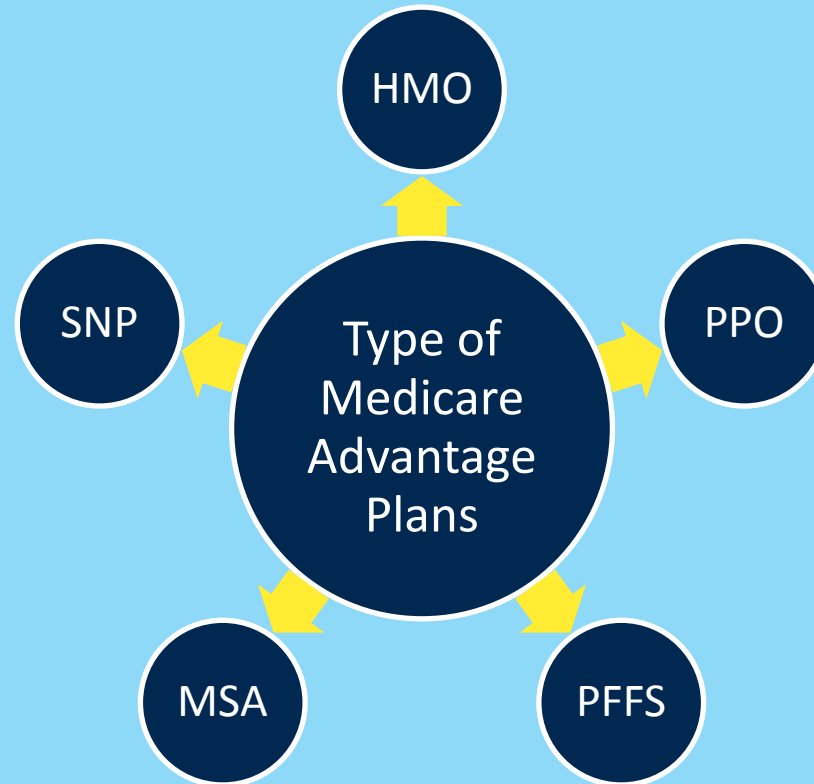
Skilled Nursing Facility Care

- **Days 1-20:** \$0 for each benefit period.
- **Days 21-100:** \$161 coinsurance per day
- **Customer responsible for all costs** beyond 100 days
- Medicare only pays for skilled level care in a Medicare-approved Skilled Nursing Care facility.

Medicare Part B covers medically necessary services and preventative services. Medicare pays 80% of the APPROVED amount after an **annual \$166 deductible for 2016**. Covered services include:

<h2>Doctor Services</h2>	<h2>Out-Patient Hospital Services</h2>	<h2>Medical Supplies and Services</h2>
<ul style="list-style-type: none"> ✓ Surgeons Fees ✓ Anesthetist Fees <p>Doctor visits which are not part of physical exams:</p> <ul style="list-style-type: none"> • In the hospital • In your home • In the doctor's office • In the nursing home 	<ul style="list-style-type: none"> ✓ Emergency Room Charges ✓ Hospital out-patient clinic charges for: <ul style="list-style-type: none"> ✓ Lab tests ✓ X-Rays ✓ Radiology ✓ Medical treatments ✓ Physical and speech therapy ✓ Non-self administered drugs 	<ul style="list-style-type: none"> ✓ Heart pacemakers ✓ Artificial limbs and braces ✓ Corrective lenses after cataract operations ✓ Wheelchair rental/purchase ✓ Surgical dressings, casts, splints ✓ Ambulance charges

Medicare Part C, also known as '**Medicare Advantage**' is offered through private companies that contract with Medicare. Plans include Part A, Part B, and usually other coverage including prescription drugs.



Medicare Part D – Drug Coverage

Medicare Part D

- Helps cover the cost of prescription drugs.
- May help lower prescription drug costs and help protect against higher costs in the future.

Two Types of Medicare Drug Plans

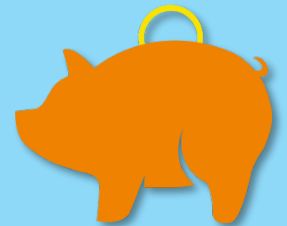
- PDP (Prescription Drug Plans)
- MA-PD (Medicare Advantage with Prescription Drug coverage)



Medicare has substantial deductibles and copayments, and you can easily spend thousands of dollars each year for out-of-pocket medical expenses. Medigap insurance provides coverage for these gaps in your Medicare coverage and can save you money.



...a Medicare Supplement Policy can help a person cover the deductibles and costs not covered by Medicare...



WHAT IS A MEDICARE SUPPLEMENT POLICY?

Medicare Supplement policies (also called 'Medigap' plans) are sold by private insurance companies to fill "gaps" in Original Medicare Plan coverage.

- Medigap plans can help pay for some of the **health care costs that the Original Medicare Plan doesn't cover.**
- Some plans **provide help to cover Medicare deductibles.**
- Customers may also **receive benefits not covered by Original Medicare**, like emergency health care outside the U.S.
- Medicare and the Medicare Supplement policy **both pay their shares of covered health care costs.**

There are **10 Standardized Modernized Medicare Supplement Plans** (“A” through “N”) to choose from.

Medigap Benefits	Medigap Plan									
	A	B	C	D	F ¹	G	K ²	L ²	M	N
Medicare part A Coinsurance and hospital cost up to an additional 365 days after Medicare benefit are used up	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Medicare Part B Coinsurance Copayment	✓	✓	✓	✓	✓	✓	50%	75%	✓	✓ ³
Blood (First 3 Pints)	✓	✓	✓	✓	✓	✓	50%	75%	✓	✓
Part A Hospice Care Coinsurance or Copayment	✓	✓	✓	✓	✓	✓	50%	75%	✓	✓
Skilled Nursing Facility Care Coinsurance			✓	✓	✓	✓	50%	75%	✓	✓
Medicare Part A Deductible		✓	✓	✓	✓	✓	50%	75%	50%	✓
Medicare Part B Deductible			✓		✓					
Medicare Part B Excess Charges					✓	✓				
Foreign travel Emergency (Up to Plan Limits)			✓	✓	✓	✓			✓	✓

¹Plan F also offers a high-deductible plan. If you choose this option, this means you must pay for Medicare-covered costs up to the deductible amount of \$2,180 in 2016 before your Medigap plan pays anything.

²After you meet your out-of-pocket yearly limit of \$4960 on plan K and \$2480 on plan L and your Part B deductible (\$166 for 2016), the plan pays 100% of covered services for the rest of the calendar year.

³Plan N pays 100% of the Part B coinsurance, except for a copayment of up to \$20 for some office visits and up to a \$50 copayment for emergency room visits that don't result in an inpatient admission.

Thank You

All Cigna products and services are provided exclusively by or through operating subsidiaries of Cigna Corporation, including American Retirement Life Insurance Company, Cigna Health and Life Insurance Company and Loyal American Life Insurance Company. The Cigna name, logo, and other Cigna marks are owned by Cigna Intellectual Property, Inc.

© 2016 Cigna. Some content provided under license.