<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 $435</td>
<td>$0</td>
<td>$435 (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 $1,005*</td>
<td>$3,015</td>
<td>$4,020 (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 closes 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 $5,018.75) 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. | Up to $5,018.75 (Total amount spent during the period between the end of the ICP and prior to the Catastrophic Benefit Period) | $9,719.38 (Total amount spent during both the ICP and this period, before Catastrophic Benefit Period begins) |
| Catastrophic Benefit Period | When an enrollee’s total out-of-pocket spending reaches $6,350, they hit the catastrophic benefits period, and costs of covered drugs are shared. Beneficiary pays reduced copay/coinsurance; plan pays the difference. | Greater of:  
5% coinsurance **OR**  
$3.60 copay for generic, $8.95 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, 2020.  
Part D benefit will reset on January 1, 2021, starting again with a deductible. |

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