



Medicare Part D Has New Regulations For 2025

But Your Plan Might Not Change!

Dear Valued Client,

Thank you for trusting me to help you find the best plan for you!

As the yearly Annual Enrollment Period approaches, I wanted to reach out and explain to you the changes that are coming to Medicare Part D Prescription Plans. You may be aware that Part D is made up of different phases, and your financial responsibility changes based on these phases. Beginning in 2025, the Coverage Gap phase (also known as the “donut hole”) has been eliminated and the out of pocket deductible for drugs in a plan’s formulary is now capped at **\$2,000** instead of \$8,000.

Due to the changes to Part D regulations, insurance companies may need to make changes to their drug formulary and cost structures. Your premium may change. As your local, trusted licensed agent, please call *me* with any questions.

Coverage Year Cycle (Starting 2025)

COVERAGE GAP PHASE REMOVED!

Phase 1: Deductible

- You pay 100% out of pocket up to the deductible cap.
- The 2025 deductible is \$590.

Phase 2: Initial Coverage

- After you reach the deductible, you pay 25% for covered drugs.
- Once you pay \$2,000 out of pocket, you move to phase 3, catastrophic coverage.



Phase 3: Catastrophic

- You pay \$0 out of pocket for covered Part D drugs in this phase, until the end of the coverage year.

The out-of-pocket maximum has been reduced to \$2,000 (from \$8,000), and the coverage gap phase has been eliminated altogether.

Licensed Insurance Agent

Enrollment in the described plan type may be limited to certain times of the year unless you qualify for a special enrollment period. We do not offer every plan available in your area. Currently we represent organizations which offer products in your area. Please contact Medicare.gov, 1-800-MEDICARE, or your local State Health Insurance Program (SHIP) to get information on all of your options. Calling the number listed will connect you to a licensed agent.