



# **\$300 Threshold for Some Liability Insurance (including Self-Insurance) Settlements**

## What is the \$300 Threshold?

- Medicare has implemented a \$300 threshold for certain liability insurance (including self-insurance) recovery cases. If all of Medicare's criteria are met, the BCRC will not recover against the beneficiary's settlement, judgment, award or other payment.

## What does this mean for beneficiaries?

- Starting September 6, 2011, if you receive a lump sum settlement of \$300 or less, and your case meets certain criteria, Medicare will not recover from that settlement.

## Criteria

- The beneficiary's settlement, judgment, award or other payment is related to an alleged physical trauma-based incident.
  - *(The \$300 Threshold does not apply to cases involving alleged ingestion, implantation, or exposure)*
- The liability insurance (including self- insurance) settlement, judgment, award, or other payment is **\$300 or less**.
- The beneficiary has not received and does not expect to receive any other settlements, judgments, awards, or other payments related to the incident.
- Medicare has not previously issued a recovery demand letter.

## Please Note



The \$300 threshold does not apply to cases where an insurer is paying or has paid your medical bills directly or on an ongoing basis.

**Thank you for reviewing  
“\$300 Threshold on Liability Settlements”**