Medicare Deductible, Coinsurance, & Premium Rates: CY 2024 Update

Related CR Release Date: October 19, 2023  MLN Matters Number: MM13365
Effective Date: January 1, 2024  Related Change Request (CR) Number: CR 13365
Implementation Date: January 1, 2024  Related CR Transmittal Number: R12307GI

Related CR Title: Update to Medicare Deductible, Coinsurance and Premium Rates for Calendar Year (CY) 2024

Affected Providers

- Physicians
- Hospitals
- Suppliers
- Other providers billing Medicare Administrative Contractors (MACs) for services they provide to Medicare patients

Action Needed

Make sure your billing staff knows about CY 2024:

- Medicare Part A and Medicare Part B deductible and coinsurance rates
- Part A and Part B premium amounts

Background

Patients using covered Part A and Part B services may be subject to deductible and coinsurance requirements. Medicare subtracts an inpatient hospital deductible amount from the amount payable to the hospital for inpatient hospital services it provides in a spell of illness.

When a patient gets such services for more than 60 days during a spell of illness, they’re responsible for a coinsurance amount equal to one-fourth of the inpatient hospital deductible for each day of days 61-90 spent in the hospital. A patient has 60 lifetime reserve days of coverage, which they may use after day 90 in a spell of illness. The coinsurance amount for these days is equal to one-half of the inpatient hospital deductible.

A patient is responsible for a coinsurance amount equal to one-eighth of the inpatient hospital
deductible per day for days 21-100 of skilled nursing facility (SNF) services provided during a spell of illness.

Most individuals age 65 and older, and many disabled individuals under age 65, have Part A benefits without a premium payment. The Social Security Act states that certain aged and disabled persons who aren’t insured may voluntarily enroll but must pay a monthly premium.

Since 1994, voluntary enrollees may qualify for a reduced premium if they have 30-39 quarters of covered employment. When voluntary enrollment takes place more than 12 months after a person’s initial enrollment period, Medicare adds a 10% penalty for 2 years for every year they could have enrolled, but didn’t enroll in Part A.

Under Part B of the Supplementary Medical Insurance (SMI) program, all enrollees are subject to a monthly premium. Most SMI services are subject to an annual deductible and coinsurance (percent of costs that the enrollee must pay), which are set by statute. When Part B enrollment takes place more than 12 months after a person’s initial enrollment period, there’s a permanent 10% increase in the premium for each year the patient could have enrolled, but didn’t.

**2024 PART A - HOSPITAL INSURANCE**

**Part A Deductible** - $1,632.00

**Part A Coinsurance**

- $408.00 a day for 61st-90th day
- $816.00 a day for 91st-150th day (lifetime reserve days)
- $204.00 a day for 21st-100th day (Skilled Nursing Facility (SNF) coinsurance)

**Part A Base Premium (BP)** - $505.00 a month

**Part A BP with 10% surcharge** - $555.50 a month

**Part A BP with 45% reduction** - $278.00 a month for those who have 30-39 quarters of coverage

**Part A BP with 45% reduction & 10% surcharge** - $305.80 a month

**2024 PART B - SMI**

**Part B Standard Premium** - $174.70 a month

**Part B Deductible** - $240.00 a year

**Pro Rata Data Amount**

- $161.71 first month
$78.29 second month

**Part B Coinsurance** - 20%

**More Information**

We issued CR 13365 to your MAC as the official instruction for this change.

For more information, [find your MAC’s website](#).

**Document History**

<table>
<thead>
<tr>
<th>Date of Change</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>October 19, 2023</td>
<td>Initial article released.</td>
</tr>
</tbody>
</table>

View the [Medicare Learning Network® Content Disclaimer and Department of Health & Human Services Disclosure](#).

The Medicare Learning Network®, MLN Connects®, and MLN Matters® are registered trademarks of the U.S. Department of Health & Human Services (HHS).