EXHIBIT C. Examples that show different versions of Chart 3: drug payment stages

The examples in this exhibit are for a fictional enrollee and have been designed to illustrate some of the main variations in model language for Chart 3 of the Model Part D Explanation of Benefits (EOB). For ease of illustration, the amounts for Out-of-Pocket Costs and Total Drug Costs have been rounded.

[Example 1: non-LIS, with a deductible, in the Deductible Stage 2](#_Toc127954532)

[Example 2: non-LIS, with a deductible, in the Initial Coverage Stage 3](#_Toc127954536)

[Example 3: non-LIS, with a deductible, in the Catastrophic Coverage Stage 4](#_Toc127954545)

[Example 4: non-LIS, no deductible, in the Initial Coverage Stage 5](#_Toc127954549)

[Example 5: non-LIS, brand-name/tier level only deductible, in the Initial Coverage Stage 6](#_Toc127954553)

[Example 6: LIS in the Initial Coverage Stage 7](#_Toc127954557)

[Example 7: LIS in the Catastrophic Coverage Stage 8](#_Toc127954561)

Example 1: non-LIS, with a deductible, in the Deductible Stage

CHART 3

## Your current drug payment stage

How much you pay for a covered Part D prescription depends on which payment stage you’re in when you fill it. This chart helps you understand what stage you were in at the end of March 2025 and when you’ll move to the next stage.

|  |  |  |  |
| --- | --- | --- | --- |
| **Year-to-date totals: Jan – March 2024** | **You’re in** **Stage 1:  Yearly Deductible** | **Stage 2:  Initial  Coverage** | **Stage 3: Catastrophic  Coverage** |
| **Out-of-Pocket Costs** | **$255** | *starts when* ***Out-of-Pocket Costs*** *reach* **$545** | *starts when* ***Out-of-Pocket Costs*** *reach* **$2,000** |

|  |  |  |
| --- | --- | --- |
| You’re in Stage 1: Yearly Deductible  * During this payment stage, you (or others on your behalf) pay the full cost of your drugs. * You generally stay in this stage until you (or others on your behalf) have paid **$590 for your drugs**. * The deductible doesn’t apply to covered insulin products and most adult Part D vaccines, including shingles, tetanus and travel vaccines. |  | What happens next?  Once you (or others on your behalf) have paid an additional **$335 for your drugs,** you move to the next payment stage (Stage 2: Initial Coverage). |

### About Coverage Stages

* **Stage 1: Yearly Deductible**  
  You start in this payment stage each calendar year. In this stage, you pay the full cost of your drugs.  
  **You generally stay in this stage until you’ve paid the amount of your deductible ($590).**
* **Stage 2: Initial Coverage**  
  In this stage, the plan pays its share of the cost of your drugs and you pay your share of the cost.  
  **You generally stay in this stage until your year-to-date Out-of-Pocket Costs reach $2,000.**
* **Stage 4: Catastrophic Coverage**In this payment stage, you pay nothing for your covered Part D drugs. **You generally stay in this stage for the rest of the calendar year.**

Example 2: non-LIS, with a deductible, in the Initial Coverage Stage

CHART 3

## Your current drug payment stage

How much you pay for a covered Part D prescription depends on which payment stage you’re in when you fill it. This chart helps you understand what stage you were in at the end of March 2025 and when you’ll move to the next stage.

|  |  |  |  |
| --- | --- | --- | --- |
| **Year-to-date totals:  Jan – March 2025** | **Stage 1:  Yearly  Deductible** | **You’re in  Stage 2:  Initial  Coverage** | **Stage 3:  Catastrophic  Coverage** |
| **Out-of-Pocket Costs** | *lasts until*  ***Out-of-Pocket Costs***  *reach* ***$590*** | **$836** | *starts when*  ***Out-of-Pocket Costs***  *reach* **$2,000** |

|  |  |  |
| --- | --- | --- |
| You’re in Stage 2: Initial Coverage  * During this payment stage, the plan pays its share of the cost of your drugs and you (or others on your behalf) pay your share of the cost. * You generally stay in this stage until your year-to-date **Out-of-Pocket Costs** reach **$2,000**. As of March 31, 2025, your year-to-date Out-of-Pocket Costs were **$836**. |  | What happens next?  Once you have **an additional $1,164 in Out-of-Pocket Costs,** you move to the next payment stage (Stage 3: Catastrophic Coverage). |

### About Coverage Stages

* **Stage 1: Yearly Deductible**  
  You start in this payment stage each calendar year. In this stage, you pay the full cost of your drugs.  
  **You generally stay in this stage until you’ve paid the amount of your deductible ($590).**
* **Stage 2: Initial Coverage**  
  In this stage, the plan pays its share of the cost of your drugs and you pay your share of the cost.  
  **You generally stay in this stage until your year-to-date Out-of-Pocket Costs reach $2,000.**
* **Stage 3: Catastrophic Coverage**  
  In this payment stage, you pay nothing for your covered Part D drugs **You generally stay in this stage for the rest of the calendar year.**

Example 3: non-LIS, with a deductible, in the Catastrophic Coverage Stage

CHART 3

## Your current drug payment stage

How much you pay for a covered Part D prescription depends on which payment stage you’re in when you fill it. This chart helps you understand what stage you were in at the end of March 2025 and when you’ll move to the next stage.

|  |  |  |  |
| --- | --- | --- | --- |
| **Year-to-date totals:  Jan – March 2025** | **Stage 1:  Yearly Deductible** | **Stage 2:  Initial  Coverage** | **You’re in**  **Stage 3:  Catastrophic Coverage** |
| **Out-of-Pocket Costs** | *lasts until* ***Out-of-Pocket Costs*** *reach* ***$590*** | *lasts until* ***Out-of-Pocket Costs*** *reach* **$2,000** | **$2,000** |

|  |  |  |
| --- | --- | --- |
| You’re in Stage 3: Catastrophic Coverage  * During this payment stage, you pay nothing for your covered Part D drugs. |  | What happens next?  You generally stay in this stage for the rest of the calendar year. |
| About Coverage Stages  * **Stage 1: Yearly Deductible** You start in this payment stage each calendar year. In this stage, you pay the full cost of your drugs. **You generally stay in this stage until you’ve paid the amount of your deductible ($590).** * **Stage 2: Initial Coverage** In this stage, the plan pays its share of the cost of your drugs and you pay your share of the cost. **You generally stay in this stage until your year-to-date Out-of-Pocket Costs reach $2,000.** * **Stage 3: Catastrophic Coverage** In this stage, you pay nothing for your covered Part D drugs. **You generally stay in this stage for the rest of the calendar year.** | | |

Example 4: non-LIS, no deductible in the Initial Coverage Stage

CHART 3

## Your current drug payment stage

How much you pay for a covered Part D prescription depends on which payment stage you’re in when you fill it. This chart helps you understand what stage you were in at the end of March 2025 and when you’ll move to the next stage.

|  |  |  |  |
| --- | --- | --- | --- |
| **Year-to-date totals:  Jan – March 2025** | **Stage 1:  Yearly Deductible** | **You’re in  Stage 2:  Initial Coverage** | **Stage 3:  Catastrophic  Coverage** |
| **Out-of-Pocket Costs** | *not applicable* | **$703** | *starts when*  ***Out-of-Pocket Costs***  *reach* **$2,000** |

|  |  |  |
| --- | --- | --- |
| You’re in Stage 2: Initial Coverage  * During this payment stage, the plan pays its share of the cost of your drugs and you (or others on your behalf) pay your share of the cost. * You generally stay in this stage **until your year-to-date Out-of-Pocket Costs reach $2,000.** As of March 31, 2025, your year-to-date Out-of-Pocket Costs were **$703.** |  | What happens next?  Once you have **an additional $1,297 in Out-of-Pocket Costs,** you move to the next payment stage (Stage 3: Catastrophic Coverage). |
| About Coverage Stages  * **Stage 1: Yearly Deductible** Because there is no deductible for the plan, this payment stage does not apply to you. * **Stage 2: Initial Coverage** In this stage, the plan pays its share of the cost of your drugs and you pay your share of the cost. **You generally stay in this stage until your year-to-date Out-of-Pocket Costs reach $2,000.** * **Stage 3: Catastrophic Coverage** In this stage, you pay nothing for your covered Part D drugs. **You generally stay in this stage for the rest of the calendar year.** | | |

Example 5: non-LIS, brand-name/tier level only deductible, in the Initial Coverage Stage

CHART 3

## Your current drug payment stage

How much you pay for a covered Part D prescription depends on which payment stage you’re in when you fill it. This chart helps you understand what stage you were in at the end of March 2025 and when you’ll move to the next stage.

|  |  |  |  |
| --- | --- | --- | --- |
| **Year-to-date totals:  Jan – March 2025** | **Stage 1:  Yearly Deductible** | **You’re in  Stage 2:  Initial  Coverage** | **Stage 3:  Catastrophic Coverage** |
| **Out-of-Pocket Costs** | *lasts until*  ***Out-of-Pocket Costs*** *reach* ***$590 for brand-name (tier 3) drugs*** | **$836** | *starts when*  ***Out-of-Pocket Costs***  *reach* **$2,000** |

|  |  |  |
| --- | --- | --- |
| You’re in Stage 2: Initial Coverage  * During this payment stage, the plan pays its share of the cost of your drugs and you (or others on your behalf) pay your share of the cost. * You generally stay in this stage **until your year-to-date Out-of-Pocket Costs reach $2,000*.*** As of March 31, 2025, your year-to-date Out-of-Pocket Costs were **$836.** |  | What happens next?  Once you have **an additional $1,164 in Out-of-Pocket Costs,** you move to the next payment stage (Stage 3: Catastrophic Coverage). |
| About Coverage Stages  * **Stage 1: Yearly Deductible** You start in this payment stage each calendar year. In this stage, you pay the full cost of your drugs. **You generally stay in this stage until you’ve paid the amount of your deductible ($590 for your brand-name (or tier 3) drugs.** * **Stage 2: Initial Coverage** In this stage, the plan pays its share of the cost of your drugs and you pay your share of the cost. **You generally stay in this stage until your year-to-date Out-of-Pocket Costs reach $2,000.** * **Stage 3: Catastrophic Coverage** In this stage, you pay nothing for your covered Part D drugs. **You generally stay in this stage for the rest of the calendar year.** | | |

Example 6: LIS in the Initial Coverage Stage

CHART 3

## Your current drug payment stage

How much you pay for a covered Part D prescription depends on which payment stage you’re in when you fill it. This chart helps you understand what stage you were in at the end of March 2025 and when you’ll move to the next stage.

|  |  |  |  |
| --- | --- | --- | --- |
| **Year-to-date totals:  Jan – March 2025** | **Stage 1:  Yearly Deductible** | **You’re in  Stage 2:  Initial  Coverage** | **Stage 3:  Catastrophic Coverage** |
| **Out-of-Pocket Costs** | *not applicable* | **$625** | *starts when*  ***Out-of-Pocket Costs***  *reach* **$2,000** |

|  |  |  |
| --- | --- | --- |
| You’re in Stage 2: Initial Coverage  * You start in this payment stage when you fill your first prescription of the year. * During this stage, the plan pays its share of the cost of your drugs and you (or others on your behalf, including “Extra Help” from Medicare) pay your share of the cost. * You generally stay in this stage **until your year-to-date Out-of-Pocket Costs reach $2,000.** As of March 31, 2025, your year-to-date Out-of-Pocket Costs were **$625**. |  | What happens next?  Once you have **an additional $1,375 in Out-of-Pocket Costs,** you move to the next payment stage (Stage 3: Catastrophic Coverage). |
| About Coverage Stages  * **Stage 1: Yearly Deductible** Because you get “Extra Help” from Medicare, Stage 1: Yearly Deductible doesn’t apply to you. * **Stage 2: Initial Coverage** In this stage, the plan pays its share of the cost of your drugs and you pay your share of the cost. **You generally stay in this stage until your year-to-date Out-of-Pocket Costs reach $2,000.** * **Stage 3: Catastrophic Coverage** In this stage, you pay nothing for your covered Part D drugs. **You generally stay in this stage for the rest of the calendar year.** | | |

Example 7: LIS in Catastrophic Coverage

CHART 3

## Your current drug payment stage

How much you pay for a covered Part D prescription depends on which payment stage you’re in when you fill it. This chart helps you understand what stage you were in at the end of March 2025 and when you’ll move to the next stage.

|  |  |  |  |
| --- | --- | --- | --- |
| **Year-to-date totals:  Jan – March 2025** | **Stage 1:  Yearly Deductible** | **Stage 2:  Initial  Coverage** | **You’re in**  **Stage 3:  Catastrophic Coverage** |
| **Out-of-Pocket Costs** | *not applicable* | *lasts until* ***Out-of-Pocket Costs*** *reach* **$2,000** | **$2,000** |

|  |  |  |
| --- | --- | --- |
| You’re in Stage 3: Catastrophic Coverage  * During this payment stage, you pay nothing for your covered Part D drugs. |  | What happens next?  You generally stay in this stage for the rest of the calendar year. |
| About Coverage Stages  * **Stage 1: Yearly Deductible** Because you get “Extra Help” from Medicare, Stage 1: Yearly Deductible doesn’t apply to you. * **Stage 2: Initial Coverage** In this stage, the plan pays its share of the cost of your drugs and you pay your share of the cost. **You generally stay in this stage until your year-to-date Out-of-Pocket Costs reach $2,000.** * **Stage 3: Catastrophic Coverage** In this stage, you pay nothing for your covered Part D drugs. **You generally stay in this stage for the rest of the calendar year.** | | |