



MEMORANDUM

DATE: November 25, 2008

TO: Current and Applicant Medicare Advantage Organizations, Medicare Cost-based Plans and Health Plan Demonstrations, Prescription Drug Plans and other interested parties

FROM: Teresa DeCaro, RN, M.S.
Acting Director, Medicare Drug and Health Plan Contract Administration Group

SUBJECT: Issuance of Updated Low Income Subsidy Rider

Attached is an updated Low Income Subsidy (LIS) Rider which reflects the elimination of the Part D penalty for beneficiaries with LIS included in the Medicare Improvements for Patients and Providers Act (MIPPA), and also includes a clarification in the plan instructions.

Plans that have already gone to print with the May 1, 2008, version of the LIS Rider may send that version and do not need to send an errata. Plans should use the attached version, dated November 25, 2008, for any LIS Riders printed from this date forward.