

April 14, 2023

Evidence of Coverage Addendum

Dear Member,

We want to inform you of two added cost sharing protections of the Inflation Reduction Act (IRA) that has an impact on Medicare Advantage Plans for contract year 2023:

IRA Section 11101 – Part B Rebatable Drug Coinsurance Adjustment:

Effective April 1, 2023, Medicare Advantage enrollee cost sharing for Part B rebatable drugs must not exceed the coinsurance amount of the original Medicare adjusted beneficiary coinsurance for the Part B rebatable drug.

Rebatable drugs may be in one of two categories:

- Chemotherapy administration services that include chemotherapy radiation drugs
or
- Other drugs covered under Part B of original Medicare as listed in § 422.100(j)(1)(i)

CMS (Centers for Medicare & Medicaid Services) specifies the adjusted beneficiary coinsurance amount for each Part B rebatable drug in quarterly pricing files.

The Part B Rebatable Drug Coinsurance Adjustment will be implemented at the point-of-service or through an enrollee refund. Implementation at point-of-service means that when the plan uses coinsurance, the enrollee will be charged no more than the dollar amount of the adjusted coinsurance percentage that applies to the specific Part B rebatable drugs they received, based on the date of service.

If a Memorial Hermann Health Plan (MHHP) Medicare Advantage member pays (or has paid before April 1, 2023) more than the adjusted coinsurance percentage for a Part B rebatable drug based on the date of service, MHHP will issue a refund to the member.

IRA Section 11407 – Part B Insulin Cost Sharing Cap:

Effective July 1, 2023, insulin furnished under Part B through an item of durable medical equipment covered under section 1861(n) (i.e., a medically necessary traditional insulin pump), is subject to a beneficiary coinsurance cap for a month's supply of such insulin (that does not exceed \$35 and the Medicare Part B deductible does not apply).

MHHP Medicare Advantage plans will cover Part B insulin at or below the original Medicare coinsurance cap of \$35 for a one-month's supply of insulin without applying a service category or plan level deductible. Because original Medicare cost sharing is set as an absolute cap on cost sharing for Part B insulin, both Medicare Advantage coinsurance and copayments will not exceed that amount.

Please keep this addendum with your Evidence of Coverage for future reference. If you have any questions, please contact our Customer Service number at (855) 645-8448. (TTY users should call 711). Hours of operation: 8 a.m. to 8 p.m., 7 days a week from October 1-March 31, and 8 a.m. to 8 p.m., Monday-Friday from April 1-September 30.

Sincerely,

Memorial Hermann *Advantage*

Memorial Hermann Advantage HMO is provided by Memorial Hermann Health Plan, Inc., a Medicare Advantage organization with a Medicare contract. Enrollment in this plan depends on contract renewal.

Memorial Hermann *Advantage* complies with applicable Federal civil rights laws and does not discriminate on the basis of race, color, national origin, age, disability or sex.

ATENCIÓN: Si habla español, tiene a su disposición servicios gratuitos de asistencia lingüística. Llame al 855.645.8448 (TTY 711).

CHÚ Ý: Nếu bạn nói Tiếng Việt, có các dịch vụ hỗ trợ ngôn ngữ miễn phí dành cho bạn. Gọi số 855.645.8448 (TTY 711).