

A Summary of Medicare



Plan-It
The Blog For Creative Financial Planning

Part A

- Inpatient hospital care
- Skilled nursing facility
- Nursing home (not custodial or long-term care)
- Hospice care
- Premium is \$0 for most
- Annual deductible: \$1,408 for 2020
- Extra costs associated depending on length of stay

Part C (Medicare Advantage)

- Not required to have
- Offered by various insurance co.
- May need referrals for specialists
- Can have prescription drugs & routine dental/vision coverage
- Has own premiums in addition to Part B premiums
- Co-insurance, co-pays & deductibles
- May have additional costs & benefits

Medicare Supplements (Medigap)

- Supplements Parts A & B (Original Medicare) & Part D
- Offered by various insurance co. but not required
- Covers your portion of 20% co-insurance
- You choose your doctors & hospitals; predictable costs
- Has own premiums based on age & zip code in addition to Part B & Part D premiums

Part B

- Medically necessary services
- Preventative services
- Ambulance services
- Durable medical equipment
- Mental health
- Monthly premiums start at \$144.60 for 2020
- Annual deductible: \$198 for 2020
- Penalty for enrolling late
- Covers 80% of costs after deductible, you pay 20%

Part D

- Covers prescription drugs
- Offered by various insurance co.
- Not required if drugs covered under Part C
- Has own premium based on drugs needed & zip code
- \$30-\$40 avg. premium in addition to Part B and Medicare Supplement

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