

SOUTHERN CALIFORNIA PIPE TRADES HEALTH & WELFARE FUND

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PENSIONERS & SURVIVING SPOUSES PLAN

ANNUAL MEDICARE PART-D NOTICE

Attention: All Pensioners and Surviving Spouses Who Are at or Near Medicare Eligibility

Important Notice from Southern California Pipe Trades Health & Welfare Fund About Your Prescription Drug Coverage and Medicare

Medicare Part D plans are available to every person who is eligible for Medicare. All such plans will provide at least a standard level of coverage set by Medicare and some plans may offer more coverage for a higher monthly premium. **Note that the Medicare Part D prescription drug program is NOT a benefit provided through the Southern California Pipe Trades Health & Welfare Fund.** It is provided through Medicare and is marketed by various Medicare-approved “Prescription Drug Providers” (PDPs). If you are eligible for Medicare, you will have a chance to enroll in a Medicare-approved Part D plan from November 15th through December 31st of each year. You should compare the benefits (including which drugs are covered) and costs of the Part D plans available in your area. The Fund cannot provide you with a comparison of such available plans, but we urge you to carefully review any descriptions you may obtain.

The Fund does provide you with a prescription drug benefit, but due to its \$600 annual maximum it is generally not as good as the standard Part D coverage.¹ If you are Medicare-eligible and do not have any other prescription drug coverage, and if you do not enroll in a Part D plan, then you will be charged a late enrollment penalty if you ever subsequently attempt to sign up with a Part D plan. Specifically, you will be charged a permanent Part D premium surcharge of 1% for every month since your initial Medicare eligibility (if such period exceeds 62 days). Also note that you may have to wait for the next regular annual Part D enrollment period, which will be November 15th through December 31st for coverage in the following calendar year.

For more information on Medicare Part D:

More detail will be in the handbook “Medicare & You” that will be mailed to you by Medicare in October of each year. You may also be contacted directly by Medicare-approved Part D providers. At any time you can visit <http://www.medicare.gov/> or call 1-800-MEDICAR (1-800-633-4227). TeleTYpewriter (TTY) users should call 1-877-486-2048.

Every state has a Health Insurance Assistance Program to help Medicare beneficiaries and their families with their health insurance choices and with problems that might arise. In California it is called the “Health Insurance Counseling and Advocacy Program” (HICAP) and can be reached at 1-800-434-0222. Further assistance is available from the California Senior Information line at 1-800-510-2020. To see the Part D information collected by the California program, visit <http://www.aging.ca.gov/> and click the button for “Medicare Rx for consumers”. Contact information for similar programs in other states will be listed in your “Medicare & You” handbook.

For people with limited income and resources, extra help paying for a Medicare prescription drug plan is available. For more information about this extra help, visit the Social Security Administration website at <http://www.socialsecurity.gov/> or call them at 1-800-772-1213. TTY users should call 1-800-325-0778.

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¹ The Fund provides “non-creditable coverage”, meaning that it is expected to pay out less than the standard Part D coverage would pay for the average Medicare-eligible in calendar year 2008.