SHIP
Navigating Medicare

2026 Medicare Part D Costs

	Deductible Phase	Copay (Initial Coverage Level) Copays are based on tier	Catastrophic Phase
Premiums	←	→	→
You Pay	Up to **$615** out of pocket 100%	Tier 1 $ Tier 2 $$ Tier 3 $$$ Tier 4 $$$$	$0
Manufacturer Discount			
Insurance Company Pays	$0	ABOUT 75%	100%

$2,100
Total "Out of Pocket" cap includes: What you pay for drugs plus any Manufacturer Discounts

Doughnut Hole (Coverage Gap) - Eliminated in 2025

*Insulin is capped at $35/month copay per insulin product no matter what phase you are in.
*Approved vaccines are covered with $0 Copay

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10/2025

SHIP
State Health Insurance Assistance Program
Navigating Medicare

What YOU Pay
2026 Medicare Part D Costs

<table>
<tr><td>Premiums</td><td>$0.00-$80.20
Per Month</td><td>You pay premiums to the plan just to have the coverage. Premiums range from $0.00 to $80.20 this year. Premiums are paid directly to the plan or deducted from your SS check.</td></tr>
<tr><td rowspan="2">Deductible</td><td rowspan="2">$615 or less</td><td>You pay the full cost of your drugs in the deductible for drugs that apply to the deductible. *Insulin & Vaccines are not subject to the deductible.</td></tr>
<tr><td rowspan="2">Prescription Payment Plan: You can elect to spread your drug costs out by signing up for a payment plan. contact your plan for additional information and to sign up. Participation is voluntary and does not cost anything. It spreads out your costs. Payments might change each month based on what drugs you fill. you will get a bill from your plan for you prescriptions. Your premiums are paid separately.</td></tr>
<tr><td rowspan="2">Copay</td><td rowspan="2">You pay 25% of your drug cost (up to $2100)</td></tr>
<tr><td>You pay copays that are based on the tiering structure set by your plan. Tier 1 are the lowest cost drugs. As the tier number goes up so does your copay</td></tr>
<tr><td>Catastrophic Coverage</td><td>$0</td><td>You do not pay for your drugs at this phase. At this point you have already paid somewhere between $0-$0.00 in plan premiums and $2,100 in prescription expenses. In the catastrophic Coverage phase your prescriptions are covered 100%.</td></tr>
<tr><td>Total Spending</td><td colspan="2">Premiums $0-$962.40
Drugs $2,100</td></tr>
</table>

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