Medicare Drug Benefit (Part D) - 2022

- **Deductible Phase**: Beneficiary pays 100% of costs up to a certain amount.
- **Initial Coverage Phase**: Part D plan pays 25% or a flat co-pay, and Medicare pays 80%.
- **Former Gap Phase** or "Donut Hole": Part D plan pays 75% and Medicare pays 80%.
- **Catastrophic Coverage Phase**: Part D plan pays 15% and Medicare pays 80%

*(Some plans only apply deductible to more expensive medicines)*

Note: People with Part D “Extra Help” or the low-income subsidy will pay less in premiums and at the pharmacy. Those with higher annual incomes ($88/single and $176k/couple) will pay more in premiums (called Income Related Medicare Adjustment Amount or IRMAA).