



# Fair PharmaCare: Monthly Deductible Payment Option

Open Cabinet  
December 10, 2004



## Principles of Fair PharmaCare

1. Equitable access
2. Protection from catastrophic drug costs
3. Assistance for those who need it most
4. Sustainability

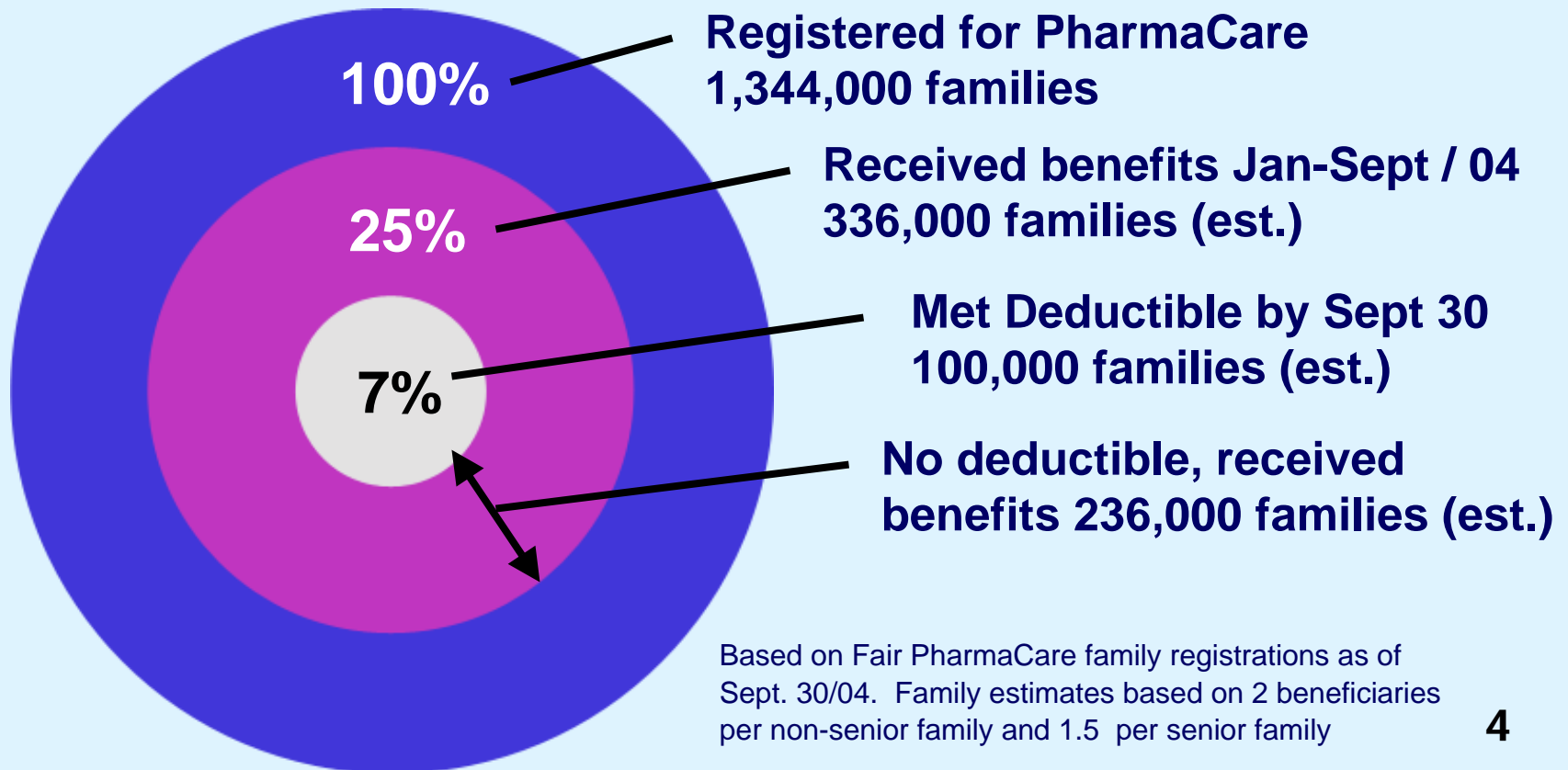


## Monthly Deductible Payment Option

- Monthly contributions
- Voluntary enrollment
- Household budget-friendly
- No deductible costs at the pharmacy
- Immediate Assistance



## Fair PharmaCare Users





## Who Benefits?

- Families with high prescription drug costs
- Families who expect to reach their PharmaCare deductible

## Who is Eligible?

- Families who are registered for Fair PharmaCare
- Families who have a deductible
- Families who do not have a drug plan through extended health insurance





# Estimated Monthly Payments

For families in which all family members were born in or after 1940

<b>Net Annual Family Income*</b>	<b>Annual Deductible Range</b>	<b>Approximate Monthly Deductible Payment</b>
\$15,001	\$300	\$25
\$30,000	\$600	\$50
\$75,000	\$2,250	\$188

**EXAMPLE ONLY**

\* Income as it appears on line 236 of the federal income tax return



# Estimated Monthly Payments

For families in which one or more family members were born in or before 1939

<b>Net Annual Family Income*</b>	<b>Annual Deductible Range</b>	<b>Approximate Monthly Deductible Payment</b>
\$33,001	\$350	\$30
\$50,000	\$500	\$40
\$75,000	\$1,500	\$125

**EXAMPLE ONLY**

\* Income as it appears on line 236 of the federal income tax return



## How Does it Work?

- Family signs up for Multiple Deductible Payment Option
- Selects a payment plan
- The PharmaNet system is updated
- Monthly billing begins
- The account is reconciled





## Rollout

Oct/Nov 2004

- Stakeholder consultation (complete)

Dec 10, 2004

- Mail info package
- Mail enrollment package