



October 25, 2007

Important Notice from Oklahoma Conference of the United Methodist Church Health Plan Regarding Your Prescription Drug Coverage and Medicare

Please read this notice carefully and keep it where you can find it. This notice has information about your current prescription drug coverage with MaxCare and new prescription drug coverage available for people with Medicare it also explains the options you have under Medicare prescription drug coverage and can help you decide whether or not you want to enroll. At the end of this notice is information about where you can get help to make decisions about your prescription drug coverage

- 1. Medicare prescription drug coverage became available in 2006 to everyone with Medicare through Medicare prescription drug plans and Medicare Advantage Plans that offer prescription drug coverage. All Medicare prescription drug plans provide at least a standard level of coverage set by Medicare. Some plans may also offer more coverage for a higher monthly premium.**
- 2. Milliman Inc. has determined that the prescription drug coverage offered by the Oklahoma Conference of the United Methodist Church Health Plan for the 2008 Plan Year is, on average for all plan participants, expected to pay out as much as ,or better than, the standard Medicare prescription drug coverage will pay and is considered Creditable Coverage.**

You may have heard about Medicare's new prescription drug coverage, and wondered how it would affect you. The actuarial firm Milliman, Inc. has determined that your prescription drug coverage is, on average for all plan participants, expected to pay out more than the standard Medicare prescription drug coverage will pay.

Because your existing coverage is on average better than the standard Medicare prescription drug coverage, you can keep this coverage and not pay extra if you later decide to enroll in Medicare coverage.

Individual's can enroll in a Medicare prescription drug plan when they first become eligible for Medicare and each year from November 15th through December 31st. However, you can choose to join a Medicare prescription drug plan later because you have existing prescription drug coverage that according to Milliman is richer than the standard Medicare coverage. Beneficiary's leaving employer/union coverage may be eligible for a Special Enrollment Period to sign up for a Medicare prescription drug plan.

You should compare your current coverage, including which drugs are covered, with the coverage and cost of the plans offering Medicare prescription drug coverage in your area.

If you do decide to enroll in a Medicare prescription drug plan and drop your Oklahoma Conference of the United Methodist Church prescription drug coverage, be aware that you may not be able to get this coverage back.

Please contact us for more information about what happens to your coverage if you enroll in a Medicare prescription drug plan.

Your current coverage pays for other health expenses, in addition to prescription drugs. You **will not** still be eligible to receive all of your current health and prescription drug benefits if you choose to enroll in a Medicare prescription drug plan.



You should also know that if you drop or lose your prescription drug coverage with Oklahoma Conference of the United Methodist Church Health Plan and don't enroll in Medicare prescription drug program after your current coverage ends, you may pay more to enroll in a Medicare prescription drug program later. If you go 63 days or longer without prescription drug coverage that's at least as good as Medicare's prescription drug coverage; your monthly premium will go up at least 1% per month for every month that you did not have that coverage. For example, if you go nineteen months without coverage, your premium will always be at least 19% higher than what most other people pay. You'll have to pay this higher premium as long as you have Medicare coverage. In addition, you may have to wait until next November to enroll.

For more information about this notice or your current prescription drug coverage...

Contact our office for further information at (800) 259-7765. NOTE: You will receive this notice annually and at other times in the future such as before the next period you can enroll in Medicare prescription drug coverage, and if this coverage through MaxCare changes. You also may request a copy.

To obtain information about prescription drug plans approved to participate in the Oklahoma Region, you may contact the State Health Insurance Program (SHIP) here in Oklahoma (405) 521-6628 or at 1-800-763-2828 or you may visit the following website: <http://www.medicare.gov/medicarerereform/drugbenefit.asp>

More detailed information about Medicare plans that offer prescription drug coverage is in the "Medicare & You" handbook. You'll get a copy of the handbook in the mail every year from Medicare. You may also be contacted directly by Medicare prescription drug plans. For more information about Medicare prescription drug plans:

- Visit www.medicare.gov
- Call your State Health Insurance Assistance Program (see your copy of the Medicare & You handbook for their telephone number) for personalized help,
- Call 1-800-MEDICARE (1-800-633-4227). TTY users should call 1-877-486-2048.

For people with limited income and resources, extra help paying for a Medicare prescription drug plan is available. Information about this extra help is available from the Social Security Administration (SSA). For more information about this extra help, visit SSA online at www.socialsecurity.gov, or call them at 1-800-772-1213 (TTY 1-800-325-0778).

Remember: Keep this notice. If you enroll in one of the new prescription drug plans approved by Medicare which offer prescription drug coverage, you may need to give a copy of this notice when you join to show that you are not required to pay a higher premium amount.