

Medicare Coordination Examples for the A&M Care Plans

Example 1

Assuming you had the following doctor's visits with various tests and minor procedures throughout the year and that you had met your 2009 Medicare Part B deductible (\$135). Here's how your benefit would be calculated under each A&M Care plan. Keep in mind that the Medicare deductible is a calendar year (Jan 1 - Dec 31) deductible and the A&M Care deductible is a plan year (Sept 1 - Aug 31) deductible.

Service Date	Doctor's charge	Medicare Pays	65 PLUS			A&M Care 350			A&M Care 1250		
			Applied to Deductible	Plan Pays	You Pay	Applied to Deductible	Plan Pays	You Pay	Applied to Deductible	Plan Pays	You Pay
9/10	\$150	\$120	\$150	\$0	\$30	\$150	\$0	\$30	\$150	\$0	\$30
9/30	\$75	\$60	\$75	\$0	\$15	\$75	\$0	\$15	\$75	\$0	\$15
10/15	\$125	\$100	\$125	\$0	\$25	\$125	\$0	\$25	\$125	\$0	\$25
11/5	\$200	\$160	\$150	\$40	\$0		\$40	\$0	\$200	\$0	\$40
1/22	\$175	†\$32		\$140	*\$3		\$140	*\$3	\$175	\$0	\$143
2/15	\$225	\$180		\$45	\$0		\$45	\$0	\$225	\$0	\$45
3/25	\$300	\$240		\$60	\$0		\$60	\$0	\$300	\$0	\$60
5/7	\$500	\$400		\$100	\$0		\$100	\$0		\$100	\$0
6/15	\$225	\$180		\$45	\$0		\$45	\$0		\$45	\$0
	<u>\$1,975</u>	<u>\$1,440</u>	\$500	<u>\$430</u>	<u>\$73</u>	\$350	<u>\$535</u>	<u>\$73</u>	\$1,250	<u>\$145</u>	<u>\$358</u>

† A portion of this charge applies toward your 2010 calendar-year Medicare deductible.

* Because A&M Care's normal payment is less than the remaining amount, you will owe the provider a small amount

To calculate this amount, figure the amount the plan would pay if you did not have Medicare, this will be maximum the plan will pay. (For example, service date 1/22, under the 65 Plus plan, your A&M Care plan deductible has already been met and 80% of the charge is \$140. Since Medicare paid \$32, that leaves a \$3 balance for you to pay. [$\$175 - \$32 - \$140 = 3$])

Example 2

Assume you have an inpatient hospital bill of \$10,000. Here's how your benefit would be calculated under each A&M Care Plan.

First, Medicare would figure its benefits:

Charges	\$10,000
Medicare hospital deductible	<u>\$1,068</u>
	\$8,932
Percentage paid by Medicare	<u>100%</u>
	\$8,932

For an in-patient hospitalization, Medicare usually pays 100% of the charges after the Medicare deductible. Since the A&M Care plan deductibles are taken from the original, total charge, all the A&M Care plans would simply pay the Medicare hospital deductible of \$1,068.

Amount remaining after Medicare pays \$1,068

The A&M Care plans then figure their benefits as if you did not have Medicare (total charge, minus the appropriate deductible, times 70% or 80%)

	A&M Care 350	A&M Care 1250	65 Plus
Benefit without Medicare	\$7,720	\$6,125	\$7,600

Since, in all cases the amount left (\$1,068) after Medicare's payment is less than what the A&M Care plans would have paid without Medicare (listed above), all three A&M Care plans would pay the full remaining charge of \$1,068