

COST SHARING EXAMPLE

How You and Your Insurer Share Costs - Example

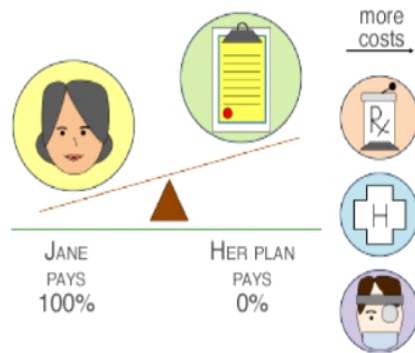
January 1st

Beginning of Coverage Period

December 31st

End of Coverage Period

Jane's Plan Deductible: \$1,500



Jane hasn't reached her \$1,500 deductible yet

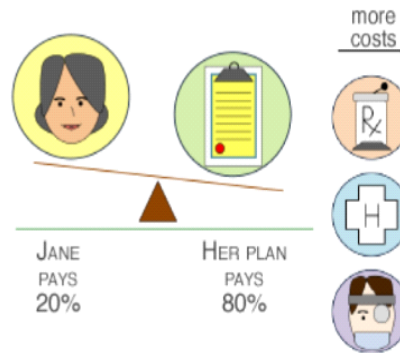
Her plan doesn't pay any of the costs.

Office visit costs: \$125

Jane pays: \$125

Her plan pays: \$0

Coinsurance: 20%



Jane reaches her \$1,500 deductible, coinsurance begins

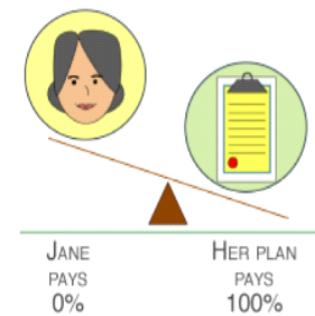
Jane has seen a doctor several times and paid \$1,500 in total, reaching her deductible. So her plan pays some of the costs for her next visit.

Office visit costs: \$125

Jane pays: 20% of \$125 = \$25

Her plan pays: 80% of \$125 = \$100

Out-of-Pocket Limit: \$5,000



Jane reaches her \$5,000 out-of-pocket limit

Jane has seen the doctor often and paid \$5,000 in total. Her plan pays the full cost of her covered health care services for the rest of the year.

Office visit costs: \$125

Jane pays: \$0

Her plan pays: \$125