ILWU-PMA BENEFIT PLANS /

International Longshore & Warehouse Union — Pacific Maritime Association

www.benefitplans.org

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ILWU-PMA Pension Plan ILWU-PMA Welfare Plan ILWU-PMA Watchmen Pension Plan ILWU-PMA Supplemental Welfare Benefit Plan

November 26, 2012

TO: ILWU Longshore, Ship Clerk, and Walking Boss/Foreman Locals and

Watchmen Locals 26 and 75

FROM: Elizabeth Sharpe, Manager, Welfare Plans

RE: Medicare Changes in Hospital Deductible and Coinsurance Amounts

The Centers for Medicare & Medicaid Services have announced the following changes in inpatient hospital deductible and daily coinsurance amounts effective January 1, 2013:

	2012	2013	Amount of Increase
Inpatient hospital deductible	\$1,156.00	\$1,184.00	\$28.00
Daily coinsurance amount per benefit period:			
61 st through 90 th day of hospitalization	\$289.00	\$296.00	\$7.00
91 st through 150 th day of hospitalization (lifetime reserve days)	\$578.00	\$592.00	\$14.00
21 st through 100 th day of extended care service in a skilled nursing facility	\$144.50	\$148.00	\$3.50

Medicare eligibles with coverage under the ILWU-PMA Coastwise Indemnity Plan will have no increase in their out-of-pocket costs because the Plan covers Medicare deductibles and coinsurance.

As of January 1, 2013, the standard monthly Medicare Part B premium rate deducted from Medicare enrolled members' Social Security payments will be \$104.90 if the member's modified adjusted gross income does not exceed \$85,000 (\$170,000 for couples).

Individuals whose modified adjusted gross income exceeds \$85,000 (\$170,000 for couples) are subject to higher premium amounts. Pensioners and Beneficiaries whose monthly Medicare Part B premium is higher than the standard rate of \$104.90 must submit documentation to the Plan office verifying the amount of their monthly premium.

A copy of this memo can be downloaded at www.benefitplans.org

cc: Area Welfare Directors

ES:jo/opeiu29aflcio/MTP-Medicare 2013-112612