

Medicare Premiums and Coinsurance Rates for 2013

Medicare Premiums for 2013:

Part A: (Hospital Insurance) Premium

- Most people do not pay a monthly Part A premium because they or a spouse has 40 or more quarters of Medicare-covered employment.
- The Part A premium is \$441.00 per month for people who are not otherwise eligible for premium-free hospital insurance and have less than 30 quarters of Medicare-covered employment. Higher-income consumers may pay more.
- Part A late enrollment penalty: If you don't buy it when you're first eligible, your monthly premium may go up 10%. (You'll have to pay the higher premium for twice the number of years you could have had Part A, but didn't sign up.)

Part B: (Medical Insurance) Premium

The standard Medicare Part B monthly premium will be \$104.90 in 2013, a \$5.00 increase over the 2012 premium of \$99.90. However, if your modified adjusted gross income as reported on your IRS tax return from 2 years ago is above a certain amount, you may pay more.

If Your Yearly Income in 2011 was		
File Individual Tax Return	File Joint Tax Return	You pay
\$85,000 or less	\$170,000 or less	\$104.90
above \$85,000 up to \$107,000	above \$170,000 up to \$214,000	\$146.90
above \$107,000 up to \$160,000	above \$214,000 up to \$320,000	\$209.80
above \$160,000 up to \$214,000	above \$320,000 up to \$428,000	\$272.70
above \$214,000	above \$428,000	\$335.70

Part B late enrollment penalty: If you don't sign up for Part B when you're first eligible, you may have to pay a late enrollment penalty for as long as you have Medicare. Your monthly premium for Part B may go up 10% for each full 12-month period that you could have had Part B, but didn't sign up for it.

Part D (Prescription Drug Insurance) Monthly Premium

The Part D monthly premium varies by plan (higher-income consumers may pay more). The chart below shows your estimated prescription drug plan monthly premium based on your income. If your income is above a certain limit, you will pay an income-related monthly adjustment amount in addition to your plan premium.

If Your Yearly Income in 2011 was		
File Individual Tax Return	File Joint Tax Return	You pay
\$85,000 or less	\$170,000 or less	Your Plan Premium
above \$85,000 up to \$107,000	above \$170,000 up to \$214,000	\$11.60 + Your Plan Premium
above \$107,000 up to \$160,000	above \$214,000 up to \$320,000	\$29.90 + Your Plan Premium
above \$160,000 up to \$214,000	above \$320,000 up to \$428,000	\$48.30 + Your Plan Premium
above \$214,000	above \$428,000	\$66.60 + Your Plan Premium

Medicare Deductible and Coinsurance Amounts for 2013:

Part A: (pays for inpatient hospital, skilled nursing facility, and some home health care) For each benefit period Medicare pays all covered costs except the Medicare Part A deductible (2013 = \$1,156) during the first 60 days and coinsurance amounts for hospital stays that last beyond 60 days and no more than 150 days.

Hospital Stay

In 2013, you pay

\$1,184 deductible per benefit period

\$0 for the first 60 days of each benefit period

\$296 per day for days 61–90 of each benefit period

\$592 per “lifetime reserve day” after day 90 of each benefit period (up to a maximum of 60 days over your lifetime)

Skilled Nursing Facility Stay

In 2013, you pay

\$0 for the first 20 days of each benefit period

\$148 per day for days 21–100 of each benefit period

All costs for each day after day 100 of the benefit period

Part B: (covers Medicare eligible physician services, outpatient hospital services, certain home health services, durable medical equipment)

- \$147.00 per year. (Note: You pay 20% of the Medicare-approved amount for services after you meet the \$147.00 deductible.)