



Welcome to The Tennessee Plan

The Medicare Supplement Plan for Tennessee Government Retirees

Administered by:

POMCO[®]
GROUP

When you retire, you are faced with some important personal decisions. That is why the State of Tennessee and POMCO Group are working together to make one of those decisions (Medicare supplemental healthcare coverage) easier for you.

As a retiree, you may be eligible for *The Tennessee Plan*. This plan is designed specifically for retired state employees, local education and local government employees and their eligible spouses and dependents.

The Tennessee Plan Can Help Fill the Medicare Coverage Gap

If you have Medicare coverage, you likely need *The Tennessee Plan* to help cover some of the expenses that Medicare does not. *The Tennessee Plan* helps fill most of the coverage gaps that Medicare creates.

If you are eligible, you can enroll in *The Tennessee Plan* coverage, commonly known as Medigap Coverage. *The Tennessee Plan* is a Medicare supplemental plan designed to fill in the coverage gaps in your Medicare Part A & B coverage.

What Kind of Gaps Do Medicare Parts A & B Have?

In 2011, some of the charges Medicare requires you to pay include the following:

- A \$1,132 deductible out of your own pocket **each time** you are hospitalized.
- Then \$283 **a day** for the 61st to the 90th day in the hospital and \$566 a day thereafter up to a 60 day lifetime reserve maximum.

- A \$162 deductible for approved doctors' bills and outpatient expenses and then you must pay an additional 20% of the Medicare approved charges after that.
- You may be responsible for any amount over the Medicare approved charges from providers who do not accept Medicare assignment.

Even with Medicare coverage, your out-of-pocket expenses can add up fast and cause financial difficulty. Coverage under *The Tennessee Plan* can help fill some of these gaps.

There are several standard approved (by federal law) Medicare supplemental policies that can be offered. *The Tennessee Plan* offers benefits comparable to the Medicare Supplemental Standard Plan D.

Who is Eligible to Enroll?

Any retired State of Tennessee employee or Local Education certified teaching staff receiving a monthly retirement allowance from the Tennessee Consolidated Retirement System (TCRS), or higher education optional retirement plan who is eligible for Medicare Part A may apply for coverage under this plan. Retired Local Education support staff and Local Government participants eligible for Medicare Part A who receive a monthly retirement allowance from the TCRS are also eligible to apply for coverage. Your legal married spouse and eligible dependents may also apply. If you qualify and enroll for coverage

within 60 days of your initial eligibility, you cannot be denied coverage because of your age or health.

Who Administers The Tennessee Plan?

The Tennessee Plan features Medicare supplemental coverage sponsored by the State of Tennessee with claims administered by POMCO Group. *The Tennessee Plan* offers you quality coverage at lower group premium rates. Since the monthly premiums are not based on age, they will not increase just because you get older. Premium rates may increase due to increasing costs, which would happen with any plan. Best of all, if you have more than 15 years of service as a State of Tennessee employee or teacher, the State of Tennessee will pay part of your cost for your *Tennessee Plan* coverage.

Less Paperwork – Because Providers File Claims

With *The Tennessee Plan*, you don't need to worry about paperwork! Most claims are filed for you by your doctors and hospitals if they have your Medicare and *The Tennessee Plan* member identification numbers. Claims are then sent directly to POMCO Group after Medicare has completed their part. You will even be able to look up the status of your claims on a secure internet site at www.TheTennesseePlan.com. This works out well for everyone. The providers are paid quickly and you avoid all the paperwork.

What Does *The Tennessee Plan* Cover for 2011?

Benefits at a Glance

MEDICARE GAPS FOR 2011 What you owe after Medicare pays	THE TENNESSEE PLAN Benefits
BASIC BENEFITS <ul style="list-style-type: none"> \$283/day for 61-90 days in hospital \$566/day for 60 lifetime reserve hospital days 20% patient's share of approved medical expense First three pints of blood 	Covered
SKILLED NURSING COINSURANCE <ul style="list-style-type: none"> \$141.50/day for 21st-100th day 	Covered
PART A DEDUCTIBLE <ul style="list-style-type: none"> \$1,132/hospital admission 	Covered
PART B DEDUCTIBLE <ul style="list-style-type: none"> \$162/calendar year for medical expenses 	Not Covered
PART B EXCESS <ul style="list-style-type: none"> Medical expense over approved amount 	Not Covered
FOREIGN TRAVEL EMERGENCY <ul style="list-style-type: none"> Emergency care beginning during first 60 days of trip outside USA (after \$250 deductible, benefits limited to \$50,000/lifetime) 	Covered At 80%
AT HOME RECOVERY <ul style="list-style-type: none"> Up to \$40/visit (limited to 7 visits/week and \$1,600/calendar year) 	Covered
PRESCRIPTION DRUGS <ul style="list-style-type: none"> Outpatient prescription drugs covered through Medicare Part D 	Not Covered

What is Not Covered by *The Tennessee Plan*?

In addition to the chart above, *The Tennessee Plan* does not provide benefits for:

- Services and supplies not covered by Medicare, except those specifically included under the plan, or
- Any expense that is paid by Medicare

Can I Choose My Doctors and Hospitals?

This plan gives you complete freedom in choosing doctors and hospitals and does not make you choose from a specific list of providers in order to receive benefits. For maximum financial protection you should always choose a provider who accepts Medicare assignment.

Read Your Plan Booklet Carefully

When you are accepted for coverage under *The Tennessee Plan*, you will receive a plan booklet. Please read this booklet carefully to understand all the rights and responsibilities under *The Tennessee Plan*. While *The Tennessee Plan* pays for most of the gaps in your health care left by Medicare, it may not fully cover all of your medical costs. It is your responsibility to review all Plan limitations carefully to make sure that *The Tennessee Plan* meets your Medicare supplement needs.

This benefit outline does not provide all the details of Medicare coverage. For details of your Medicare coverage, contact your local Social Security office for assistance.

How Much are the Premiums?

One of the main advantages of *The Tennessee Plan* is the **lower group premium rates** you pay for this coverage. If you are a retired state employee or school teacher with 15 years or more of service, the state will even pay part of your premium cost for you: \$50 for 30 or more years of service; \$37.50 for 20-29 years of service; and \$25 for 15-19 years of service.

If you are a local government retiree, you will not receive a state contribution toward your premium. Local governments have the option of paying a portion of their retirees' premiums but are not obligated to do so.

The maximum monthly premium rate you will pay in **2011** is \$121. Just check the table to the right to see what your monthly premium will be.

If you receive a State of Tennessee TCRS benefit check, your portion of the premium cost for the program will be deducted automatically from your monthly benefit payment. If your TCRS benefit is not sufficient to cover the cost for the coverage, or if you already have an insurance deduction, you will be billed directly. You can also choose automatic payment from your bank account.

It's Easy to Apply

First, read this material carefully and study the charts that explain *The Tennessee Plan* benefits. Applying for coverage is easy, just complete the enclosed application form and mail it to Benefits Administration.

Please Check Your Application

Be sure to review your application before you mail it to be certain that all information has been properly entered.

Any Questions?

If you have questions about your *Tennessee Plan* benefits you may contact the claims administrator at POMCO Group, toll free, at **1-888-477-9307**, Monday-Friday, 7 a.m.-5 p.m. CST (8 a.m.-6 p.m. EST). TTY/TDD users only call 1-866-256-7256.

THE TENNESSEE PLAN MONTHLY PREMIUM AMOUNTS

Plan Year 2011

30+ Years of Service	\$ 71.00
20-29 Years	\$ 83.50
15-19 Years	\$ 96.00
Less than 15 Years	\$121.00
Dependent (Spouse)	\$121.00
Local Education Support Staff	\$121.00
Local Government	\$121.00

IMPORTANT NOTICE: If you currently have a Medicare Advantage Plan or if you join a Medicare Advantage Plan while you are enrolled in the *Tennessee Plan*, your *Tennessee Plan* policy will not coordinate benefits. You should contact POMCO Group and provide them with information about any other coverage you have. They can assist you in determining how it will affect payment by the *Tennessee Plan*.