



IDAHO AGC HEALTH PLAN

October 9, 2025

Dear Group Administrator,

The Centers for Medicare and Medicaid Services (CMS) has issued guidance about the disclosure of creditable coverage to Medicare Part D-eligible individuals. We want to remind you of your obligation to meet these requirements:

- You must inform CMS of your group's drug coverage status yearly and/or when any changes are made. You must disclose this information to CMS through its website at **cms.hhs.gov/creditablecoverage**.
- You must inform all Medicare Part D-eligible individuals of the status of your group's drug coverage. This includes individuals who are covered under, or who apply for, your group's drug coverage.
- You must give this notice to your employees and their dependents on your group plan at these times:
 - Before the Medicare Part D annual coordinated election period of October 15-December 7
 - Before an individual's first enrollment period for Medicare Part D
 - Before the start date of coverage for any Medicare-eligible individual who is added to your group coverage
 - When you no longer offer drug coverage or if your drug coverage changes
 - When a Medicare beneficiary asks

Visit the CMS website at **cms.hhs.gov/creditablecoverage** for more information on what you must tell your employees. You will also find recommendations and sample notices. We have enclosed sample notices for your reference. You can find the CMS notices to send to your employees on the Blue Cross of Idaho website at **bcidaho.com/employers**.

Please be aware that Blue Cross of Idaho has determined that the prescription drug benefits under your offered health plan is creditable.

For further assistance, please contact the Idaho AGC Health Plan.

Sincerely,

Susan Fudge, Jenny Larsen, and Kaity Welhert

Your Health Plan Team
Idaho AGC

Enclosures

Important Notice from Blue Cross of Idaho About Your Prescription Drug Coverage and Medicare

Please read this notice carefully and keep it where you can find it. This notice has information about your current prescription drug coverage with Blue Cross of Idaho and about your options under Medicare's prescription drug coverage. This information can help you decide whether or not you want to join a Medicare drug plan. If you are considering joining, you should compare your current coverage, including which drugs are covered at what cost, with the coverage and costs of the plans offering Medicare prescription drug coverage in your area. Information about where you can get help to make decisions about your prescription drug coverage is at the end of this notice.

There are two important things you need to know about your current coverage and Medicare's prescription drug coverage:

- 1. Medicare prescription drug coverage became available in 2006 to everyone with Medicare. You can get this coverage if you join a Medicare Prescription Drug Plan or join a Medicare Advantage Plan (like an HMO or PPO) that offers prescription drug coverage. All Medicare drug plans provide at least a standard level of coverage set by Medicare. Some plans may also offer more coverage for a higher monthly premium.**
 - 2. Blue Cross of Idaho has determined that the prescription drug coverage is, on average for all plan participants, expected to pay out as much as standard Medicare prescription drug coverage pays and is therefore considered Creditable Coverage. Because your existing coverage is Creditable Coverage, you can keep this coverage and not pay a higher premium (a penalty) if you later decide to join a Medicare drug plan.**
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When Can You Join A Medicare Drug Plan?

You can join a Medicare drug plan when you first become eligible for Medicare and each year from October 15th to December 7th.

However, if you lose your current creditable prescription drug coverage, through no fault of your own, you will also be eligible for a two (2) month Special Enrollment Period (SEP) to join a Medicare drug plan.

If you do decide to join a Medicare drug plan and drop your current Blue Cross of Idaho coverage, be aware that as a Medicare beneficiary, you will not be able to get this coverage back. Your dependents may keep this coverage by applying to transfer to their own policy, or they may apply for different coverage.

When Will You Pay A Higher Premium (Penalty) To Join A Medicare Drug Plan?

You should also know that if you drop or lose your current coverage with Blue Cross of Idaho and don't join a Medicare drug plan within 63 continuous days after your current coverage ends, you may pay a higher premium (a penalty) to join a Medicare drug plan later.

If you go 63 continuous days or longer without creditable prescription drug coverage, your monthly premium may go up by at least 1% of the Medicare base beneficiary premium per month for every month that you did not have that coverage. For example, if you go nineteen months without creditable coverage, your premium may consistently be at least 19% higher than the Medicare base beneficiary premium. You may have to pay this higher premium (a penalty) as long as you have Medicare prescription drug coverage. In addition, you may have to wait until the following October to join.

For More Information About This Notice Or Your Current Prescription Drug Coverage...

Contact Blue Cross of Idaho for further information at 800-627-1188. **NOTE:** You'll get this notice each year. You will also get it before the next period you can join a Medicare drug plan, and if this coverage through Blue Cross of Idaho changes. You also may request a copy of this notice at any time.

For More Information About Your Options Under Medicare Prescription Drug Coverage...

More detailed information about Medicare plans that offer prescription drug coverage is in the “Medicare & You” handbook. You’ll get a copy of the handbook in the mail every year from Medicare. You may also be contacted directly by Medicare drug plans.

For more information about Medicare prescription drug coverage:

- Visit www.medicare.gov
- Call your State Health Insurance Assistance Program (see the inside back cover of your copy of the “Medicare & You” handbook for their telephone number) for personalized help
- Call 1-800-MEDICARE (1-800-633-4227). TTY users should call 1-877-486-2048.

If you have limited income and resources, extra help paying for Medicare prescription drug coverage is available. For information about this extra help, visit Social Security on the web at www.socialsecurity.gov, or call them at 1-800-772-1213 (TTY 1 -800-325-0778).

Remember: Keep this Creditable Coverage notice. If you decide to join one of the Medicare drug plans, you may be required to provide a copy of this notice when you join to show whether or not you have maintained creditable coverage and, therefore, whether or not you are required to pay a higher premium (a penalty).

Date:	11/01/2011
Name of Entity/Sender:	Blue Cross of Idaho
Contact—Position/Office:	Customer Services
Address:	3000 E. Pine Avenue, Meridian ID 83642
Phone Number:	800-627-1188

CMS Form 10182-CC

Updated April 1, 2011

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0938-0990. The time required to complete this information collection is estimated to average 8 hours per response initially, including the time to review instructions, search existing data resources, gather the data needed, and complete and review the information collection. If you have comments concerning the accuracy of the time estimate(s) or suggestions for improving this form, please write to: CMS, 7500 Security Boulevard, Attn: PRA Reports Clearance Officer, Mail Stop C4-26-05, Baltimore, Maryland 21244-1850.