

Chevron Medicare Plans

The following are examples of how Chevron's Medical Plans 501, 503 and 502 work:

Assume that usual charges for doctor's visits, laboratory tests, x-rays and outpatient surgery are \$5,000 and the Medicare-approved amounts for these services and procedures are \$4,500. Medicare pays 80 percent of the approved amount (after Medicare deductibles have been met). In this example we will assume Medicare's deductibles have been satisfied. Medicare will pay \$3,600 ($\$4,500 \times 80\% = \$3,600$).

Chevron Medicare Plus Plan – 501

Monthly Cost of Coverage: \$182.40

Annual Deductible: \$300

Annual Out-of-Pocket (OOP) Maximum: \$1,500 (excludes Annual Deductible)

The Chevron Medicare Plus Plan pays 80 percent of the portion of the covered charge that remains after Medicare's payment and the Chevron Plan's Annual Deductible has been satisfied.

How to calculate the Chevron Medicare Plus Plan benefit:

- **Step 1.** Subtract Medicare's payment from the Medicare-approved amount to determine the covered charge under the Chevron Medicare Plus Plan ($\$4,500 - \$3,600 = \$900$).
- **Step 2.** Calculate the Chevron Medicare Plus Plan's benefit by subtracting the \$300 Annual Deductible from the covered charge under this Plan and then multiplying the remainder by 80 percent ($\$900 - \$300 = \$600 \times 80\% = \480).
- **Step 3.** Your share of the cost is equal to the covered charge minus the amounts paid by Medicare and the Chevron Plan ($\$4,500 - \$3,600 - \$480 = \420).

In this example, Medicare pays \$3,600, the Chevron Medicare Plus Plan pays \$480, and you pay \$420, for a total of \$4,500 (the covered charge under Medicare and the Chevron Plan). The \$420 paid by you is applied to the OOP of \$1,500, which leaves \$1,080 remaining. After the OOP is satisfied all covered charges are paid at 100 percent.

Chevron Medicare Standard Plan – 503

Monthly Cost of Coverage: \$140.10

Annual Deductible: \$300

Annual Out-of-Pocket (OOP) Maximum: \$1,500 (excludes Annual Deductible)

The Chevron Medicare Standard Plan makes available for payment 80 percent of the covered charge after the Chevron Plan's Annual Deductible has been satisfied. Medicare's payment is subtracted from the Chevron Plan's available benefit.

How to calculate the Chevron Medicare Standard Plan benefit:

- **Step 1.** Calculate the Chevron Medicare Standard Plan's benefit by subtracting the \$300 Annual Deductible from the covered charge under the Plan and then multiplying the remainder by 80 percent ($\$4,500 - \$300 = \$4,200 \times 80\% = \$3,360$).
- **Step 2.** Subtract Medicare's payment from the benefit available under the Chevron Plan ($\$3,360 - \$3,600 = \$-0-$).
- **Step 3.** Your share of the cost is equal to the covered charge minus the amounts paid by Medicare and the Chevron Plan ($\$4,500 - \$3,600 - \$-0- = \900).

In this example, Medicare pays \$3,600, the Chevron Medicare Standard Plan pays \$-0-, and you pay \$900, for a total of \$4,500 (the covered charge under Medicare and the Chevron Plan). The \$900 paid by you is applied to the sum of the Annual Deductible and OOP of \$1,800, which leaves \$900 remaining. After the Annual Deductible and OOP are satisfied all covered charges are paid at 100 percent.

Chevron Senior Care Plan – 502

Monthly Cost of Coverage: \$110.50

**Annual Deductible plus Annual Out-of-Pocket (ADOOP) Maximum:
\$2,500**

The Chevron Senior Care Plan generally pays 100 percent* of covered charges that exceed the sum of Medicare payments and the ADOOP.

How to calculate the Chevron Senior Care Plan benefit:

- **Step 1.** Subtract Medicare's payment from the Medicare-approved amount to determine the covered charge under the Chevron Senior Care Plan ($\$4,500 - \$3,600 = \$900$).
- **Step 2.** Calculate the Chevron Senior Care Plan's benefit by subtracting the covered charge under this Plan from the ADOOP. Any remaining difference is payable at 100 percent ($\$900 - \$2,500 = \$-0-$).
- **Step 3.** Your share of the cost is equal to the covered charge minus the amount paid by Medicare and any amount payable under the Chevron Plan ($\$4,500 - \$3,600 - \$-0- = \900).

In this example, Medicare pays \$3,600, the Chevron Senior Care Plan pays \$-0-, and you pay \$900, for a total of \$4,500 (the covered charge under Medicare and the Chevron Plan). The \$900 paid by you is applied to the ADOOP of \$2,500, which leaves \$1,600 remaining. After the ADOOP is satisfied all covered charges are paid at 100 percent.

*An exception exists for certain charges for in-hospital stays where 80 percent is payable. Please refer to the Plan rules for details.

Summary of Above Plans Example

Plans Example	Chevron Medicare Plus Plan - 501	Chevron Medicare Standard Plan - 503	Chevron Senior Care Plan - 502
Medical & Surgical Charges	\$5,000	\$5,000	\$5,000
Medicare Approved Charges*	\$4,500	\$4,500	\$4,500
Medicare Pays	\$3,600	\$3,600	\$3,600
Chevron Plan Benefit	\$480	\$-0-	\$-0-
You Pay	\$420	\$900	\$900
Portion of Plan Deductible Satisfied	100%	100%	See ADOOP
Portion of OOP/ADOOP Satisfied	\$420	\$600	\$900
Remaining OOP/ADOOP	\$1,080	\$900	\$1,600

*Also Approved Charges Under the Chevron Plans.