

Health & DC 37 Security Plan

November 29, 2011

Important News about Your Retiree Prescription Drug Coverage

Dear Medicare-Eligible Member/Spouse:

Your prescription drug coverage is undergoing an important change. For DC 37 Medicare-eligible retirees and their eligible dependents, the DC 37 Health & Security Plan (the "Plan") has contracted with **UnitedHealthcare** (a Medicare Prescription Drug Plan Sponsor) to replace your current prescription drug coverage with a new plan that will be called the "**DC 37 Medicare Part D Retiree Plan.**" This change will be effective **January 1, 2012.**

Recent changes in the Health Care Reform Law now make available, to qualified Medicare Prescription Drug Plans, new subsidies that will help to cover the cost of providing your drugs once you are enrolled in our new DC 37 Medicare Part D Retiree Plan.

Your current prescription drug coverage will end on December 31, 2011 and you will automatically be enrolled in the in the new DC 37 Medicare Part D Retiree Plan **effective January 1, 2012.** If your spouse/domestic partner or dependent is eligible for Medicare, he or she will also be automatically enrolled. If your spouse/domestic partner and/or dependent are not eligible for Medicare, they will continue to be covered by the current DC 37 prescription drug plan provided through Prescription Solutions.

In the next few days and weeks, you'll be receiving 3 envelopes from UnitedHealthcare (look for the "DC 37 Medicare Part D Retiree Plan" logo on the material):

1. Shortly you will receive a "Pre-enrollment Kit" from **UnitedHealthcare**, which will provide an overview of your new retiree drug plan. This kit will also contain an "Opt-out Form", which is explained on the next page.
2. In mid-December, you'll receive a large package of materials, the "Welcome Kit", from **UnitedHealthcare** about the details of your new DC 37 Medicare Part D Retiree Plan (look for the "DC 37 Medicare Part D Retiree Plan" logo on the envelope).
3. Next you'll receive a separate standard size envelope from **UnitedHealthcare**, which will include your new drug ID card. **Do not throw your new drug ID card away.**

Starting on January 1, 2012 you will need your new ID card to fill your prescriptions. Take your time to review the materials about your new DC 37 Medicare Part D Retiree Plan. However, please note that your prescription drug benefit will be almost identical to your current coverage. You will not be required to pay any premiums or deductibles. You can still use Mail Order to fill maintenance drugs. There will still be a 3-Tier co-pay of: \$5 for generic drugs, \$15 for preferred brand drugs and \$35 for non-preferred drugs. And, you will still be able to have your prescriptions filled at your local pharmacy if you chose not to use Mail Order.

Remember: Keep your new prescription drug ID card as you will not be able to use your old card to fill your prescriptions after January 1, 2012.



Actions to Take Now To Enroll in the DC 37 Medicare Part D Retiree Plan

Except as noted in the box below, you do not have to take any action to continue your prescription drug coverage. Starting January 1, 2012, this drug coverage will be provided to you automatically through **UnitedHealthcare**, which will be sending you information concerning your new retiree drug plan in the next few days.

Shortly, you will receive a second letter from the DC 37 Health & Security Plan with a form you must complete **but only if**:

- 1) The Plan does **not** have your Medicare Claim Number
- 2) If you're married and the Plan does **not** have your Medicare-eligible spouse's/domestic partner's Medicare Claim Number on file
- 3) You received this letter at your P.O. Box address - the Plan **cannot accept P.O. Box addresses** so you must provide a valid street address

This information is required to enroll you in the new DC 37 Medicare Part D Retiree Plan. Complete the form immediately and return it to the Plan in the return envelope provided. Failure to provide this information may result in disruption of your prescription drug benefit. If you do not receive a second letter from the Plan requesting the above information, you do not need to take any further action.

Actions to Opt-Out of the DC 37 Medicare Part D Retiree Plan

In the materials you will be receiving shortly from **UnitedHealthcare**, there will be a form giving you and your Medicare eligible spouse/domestic partner the choice to opt-out of our new retiree prescription drug plan.

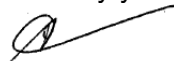
Here's why you should remain in our new retiree drug plan:

- You do not have to pay any premium or deductibles. Other Medicare Part D drug plans often charge annual premiums, deductibles and higher co-pays
- Your coverage will be the same
- You'll be able to continue to use your same pharmacy

Although we do not recommend it, if you do decide to opt-out of the DC 37 Medicare Eligible Retiree Plan provided through UnitedHealthcare, you must tell us. Included in the information kit that you will receive from UnitedHealthcare will be an "Opt-Out Form". Please note, this is the **only** prescription drug coverage plan offered by the DC 37 Health & Security Plan to its Medicare-eligible retired members and eligible dependents. If you opt-out, you will need to purchase a Medicare prescription drug coverage through another source (if you wish to continue to have prescription drug coverage).

We are excited about the benefits that this new prescription drug plan has to offer our members. If you have questions please contact **UnitedHealthcare** toll-free at **877-762-4096**, 8 a.m. - 8 p.m. seven days a week.

Sincerely yours,



Cynthia Chin-Marshall
Administrator