



MEDICARE ADVANTAGE GROUP

DATE: December 10, 2007

TO: All Medicare Advantage Plans 1876 Cost Plans and Demonstrations

FROM: David A. Lewis /s/
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SUBJECT: 2008 Therapy Cap

This memo is being issued to provide plans and Regional Offices (RO) with information and instructions related to the 2008 therapy cap. This guidance applies to all MA Organizations, 1876 Cost Plans and Demonstrations. The therapy cap amount for 2008 was released November 1, 2007. The cap will be \$1810 per year per beneficiary.

Plans have several options to inform enrollees of the 2008 therapy caps.

- Plans can place the therapy cap amount in Section 3 of the Evidence of Coverage (EOC) under Rehabilitation Services.
- Plans can use their newsletters or other subsequent materials to inform their members about the therapy caps.
- Plans can use Section 3 of the Summary of Benefits (SB) to indicate the original Medicare limit on charges from independently practicing therapists and must state clearly whether or not the plan will impose therapy caps.

If you have any questions, please contact your Regional Office Reviewer.