



2011 ONE YEAR IN

2011 kept us just as busy as we were in 2010 while we prepared for future provisions and regulators released more specific information. The year's major provisions were:

- Health Savings Account (HSA) distribution tax penalty when funds were used to buy items not listed in Section 213(d) as a qualified medical expense.
- Medical loss ratio which required annual reporting to determine if rebates were due.
- Eliminating the Medicare Part D coverage "Donut Hole" which reduced coinsurance for generic drugs from 100 to 25 percent over time.
- Over-the-counter drugs could no longer be reimbursed from health accounts without a prescription.

2011 PROVISION OUTLINE:

- Health savings account distribution tax penalty
- Medical loss ratio
- Eliminating the Medicare Part D coverage "Donut Hole"
- Over-the-counter drugs.

