

**A. COVERAGE GAP DISCOUNT PROGRAM - BY CALENDAR YEAR – 2011 through 2015**

Benefit Year and Quarter	PDE Invoice Reporting Period End	Quarterly Invoice Distribution	Quarterly Invoice Receipt Date	Invoice Paid By 38th Calendar Day After Receipt	Invoice Payment Confirmed By 5th Business Day After Payment	Payment Month of APPS Offset	Leap Year	Dispute Submission Deadline*	Dispute Resolution Deadline*	Appeals Submission Deadline*	Appeals Resolution Deadline*	Admin Appeals Deadline*
2011 Q1	3/31/2011	4/30/2011	5/1/2011	6/7/2011	6/14/2011	7/2011		6/30/2011	8/29/2011	9/28/2011	12/21/2011	1/22/2012
2011 Q2	6/30/2011	8/31/2011	9/1/2011	10/9/2011	10/17/2011	11/2011		10/31/2011	12/30/2011	1/29/2012	4/28/2012	5/28/2012
2011 Q3	9/30/2011	10/31/2011	11/1/2011	12/9/2011	12/16/2011	1/2012		12/31/2011	2/29/2012	3/30/2012	6/28/2012	7/28/2012
2011 Q4	12/31/2011	1/31/2012	2/1/2012	3/10/2012	3/16/2012	4/2012	%	4/1/2012	5/31/2012	6/30/2012	9/28/2012	10/28/2012
<b>#2012 Q1</b>	<b>3/31/2012</b>	<b>5/8/2012</b>	<b>5/9/2012</b>	<b>6/22/2012</b>	<b>6/29/2012</b>	<b>6/2012</b>		<b>7/13/2012</b>	<b>9/11/2012</b>	<b>10/11/2012</b>	<b>1/9/2013</b>	<b>2/8/2013</b>
2012 Q2	6/30/2012	8/31/2012	9/1/2012	10/9/2012	10/16/2012	10/2012		10/31/2012	12/30/2012	1/29/2013	4/29/2013	5/29/2013
2012 Q3	9/30/2012	10/31/2012	11/1/2012	12/9/2012	12/14/2012	12/2013		12/31/2012	3/1/2013	3/31/2013	6/29/2013	7/29/2013
2012 Q4	12/31/2012	1/31/2013	2/1/2013	3/11/2013	3/18/2013	3/2013		4/2/2013	6/1/2013	7/1/2013	9/29/2013	10/29/2013
2013 Q1	3/31/2013	4/30/2013	5/1/2013	6/8/2013	6/14/2013	6/2013		6/30/2013	8/29/2013	9/28/2013	12/27/2013	1/26/2014
2013 Q2	6/30/2013	8/31/2013	9/1/2013	10/9/2013	10/17/2013	10/2013		10/31/2013	12/30/2013	1/29/2014	4/29/2014	5/29/2014
2013 Q3	9/30/2013	10/31/2013	11/1/2013	12/9/2013	12/16/2013	12/2014		12/31/2013	3/1/2014	3/31/2014	6/29/2014	7/29/2014
2013 Q4	12/31/2013	1/31/2014	2/1/2014	3/11/2014	3/18/2014	3/2014		4/2/2014	6/1/2014	7/1/2014	9/29/2014	10/29/2014
2014 Q1	3/31/2014	4/30/2014	5/1/2014	6/8/2014	6/13/2014	6/2014		6/30/2014	8/29/2014	9/28/2014	12/27/2014	1/26/2015
2014 Q2	6/30/2014	8/31/2014	9/1/2014	10/9/2014	10/17/2014	10/2014		10/31/2014	12/30/2014	1/29/2015	4/29/2015	5/29/2015
2014 Q3	9/30/2014	10/31/2014	11/1/2014	12/9/2014	12/16/2014	12/2015		12/31/2014	3/1/2015	3/31/2015	6/29/2015	7/29/2015
2014 Q4	12/31/2014	1/31/2015	2/1/2015	3/11/2015	3/18/2015	3/2015		4/2/2015	6/1/2015	7/1/2015	9/29/2015	10/29/2015
2015 Q1	3/31/2015	4/30/2015	5/1/2015	6/8/2015	6/15/2015	6/2015		6/30/2015	8/29/2015	9/28/2015	12/27/2015	1/26/2016
2015 Q2	6/30/2015	8/31/2015	9/1/2015	10/9/2015	10/19/2015	10/2015		10/31/2015	12/30/2015	1/29/2016	4/29/2016	5/29/2016
2015 Q3	9/30/2015	10/31/2015	11/1/2015	12/9/2015	12/16/2015	12/2016		12/31/2015	3/1/2016	3/31/2016	6/29/2016	7/29/2016
2015 Q4	12/31/2015	1/31/2016	2/1/2016	3/10/2016	3/17/2016	3/2016	%	4/1/2016	5/31/2016	6/30/2016	9/28/2016	10/28/2016

*Quarterly Invoice Distribution Date* – the date the TPA sends the Invoices to the manufacturer’s mailbox.

*Quarterly Invoice Receipt Date* – the day after the Invoice Distribution Date. Countdown to payment due, confirmation, dispute, and appeal dates begins on this date.

*Invoice Payment Deadline* – last day for manufacturers to pay amounts invoiced to each contract. Occurs 38 calendar days after the Invoice Receipt date.

*Payment Confirmation Deadline* – last day for the Manufacturers and Sponsors to confirm payment, 5 business days after the Invoice Payment Deadline.

*Dispute Submission Deadline* – last day for manufacturers to submit disputes for the quarter, 60 calendar days after Invoice Receipt date.

*Dispute Resolution Deadline* – last day for the TPA/CMS to respond to disputes filed for the quarter, 60 calendar days after the Dispute submission deadline.

*Appeals Submission Deadline* – last day for the manufacturer to appeal denied disputes, 30 calendar days after the dispute resolution date.

*Appeals Resolution Deadline* – last day for the TPA/CMS to respond to appeals, 90 calendar days after the Appeals Submission date.

*Admin Appeals Deadline* – last day for the manufacturer to file a final appeal to previous denials for the quarter, 30 calendar days after the Appeals Resolution Date.

After 24 months from the beginning of a benefit year, spanning 8 quarterly invoices, offsets will end.

\*Dispute and Appeals deadlines listed are the latest possible date to submit the appropriate file. Files may be submitted earlier but subsequent deadlines should be adjusted accordingly, using the definitions above. \*\*All dates are subject to change without notice. #Dates changed from original schedule.

## B. COVERAGE GAP DISCOUNT PROGRAM - BY BENEFIT YEAR - 2011

Benefit Year 2011 Quarter	Calendar Year Quarter	PDE Invoice Reporting Period End	Quarterly Invoice Distribution	Quarterly Invoice Receipt Date	Invoice Paid By 38th Calendar Day After Receipt Date	Invoice Payment Confirmed By 5th Business Day After Payment	Payment Month of APPS Offset
Q1	Q1	3/31/2011	4/30/2011	5/1/2011	6/7/2011*	6/14/2011	7/2011
Q2	Q2	6/30/2011	8/31/2011	9/1/2011	10/9/2011	10/14/2011	11/2011
Q3	Q3	9/30/2011	10/31/2011	11/1/2011	12/9/2011	12/16/2011	1/2012
Q4	Q4	12/31/2011	1/31/2012	2/1/2012	3/10/2012	3/16/2012	4/2012
#Q5	Q1	3/31/2012	5/8/2012	5/9/2012	6/22/2012	6/29/2012	6/2012
Q6	Q2	6/30/2012	8/31/2012	9/1/2012	10/9/2012	10/16/2012	10/2012
Q7	Q3	9/30/2012	10/31/2012	11/1/2012	12/9/2012	12/14/2012	12/2012
Q8	Q4	12/31/2012	1/31/2013	2/1/2013	3/11/2013	3/18/2013	3/2013
Q9	Q1	3/31/2013	4/30/2013	5/1/2013	6/8/2013	6/14/2013	
Q10	Q2	6/30/2013	8/31/2013	9/1/2013	10/9/2013	10/16/2013	
Q11	Q3	9/30/2013	10/31/2013	11/1/2013	12/9/2013	12/16/2013	
Q12	Q4	12/31/2013	1/31/2014	2/1/2014	3/11/2014	3/18/2014	
Q13	Q1	3/31/2014	4/30/2014	5/1/2014	6/8/2014	6/13/2014	
Q14	Q2	6/30/2014	8/31/2014	9/1/2014	10/9/2014	10/16/2014	
Q15	Q3	9/30/2014	10/31/2014	11/1/2014	12/9/2014	12/16/2014	
Q16	Q4	12/31/2014	1/31/2015	2/1/2015	3/11/2015	3/18/2015	
Q17	Q1	3/31/2015	4/30/2015	5/1/2015	6/8/2015	6/15/2015	

- \*\*All dates are subject to change without notice. #Changed from original
- First 4 quarters occur within the benefit year.
- Reconciliation occurs after quarter 6.
- After 24 months from the beginning of a benefit year, spanning 8 quarterly invoices, offsets will end.
- Final prospective payment for a benefit year occurs in January of the following year.
- PDE cutoff for coverage gap discount eligibility for benefit year 2012 is January 2015, and will be invoiced for Qtr 1 2015.
- All Invoices are identified by the calendar quarter for which they were created. See Chart C for more information on Benefit/Calendar quarter overlap.
- EGWPs plans do not receive prospective payments therefore they are not subject to payment offsets.

## C. COVERAGE GAP DISCOUNT PROGRAM - BY BENEFIT YEAR - 2012

Benefit Year 2012 Quarter	Calendar Year Quarter	PDE Invoice Reporting Period End	Quarterly Invoice Distribution	Quarterly Invoice Receipt Date	Invoice Paid By 38th Calendar Day After Receipt Date	Invoice Payment Confirmed By 5th Business Day After Payment	Payment Month of APPS Offset
#Q1	Q1	3/31/2012	5/8/2012	5/9/2012	6/22/2012	6/29/2012	6/2012
Q2	Q2	6/30/2012	8/31/2012	9/1/2012	10/9/2012	10/14/2012	10/2012
Q3	Q3	9/30/2012	10/31/2012	11/1/2012	12/9/2012	12/16/2012	12/2013
Q4	Q4	12/31/2012	1/31/2013	2/1/2013	3/10/2013	3/16/2013	3/2013
Q5	Q1	3/31/2013	4/30/2013	5/1/2013	6/8/2013	6/15/2013	6/2013
Q6	Q2	6/30/2013	8/31/2013	9/1/2013	10/9/2013	10/16/2013	10/2013
Q7	Q3	9/30/2013	10/31/2013	11/1/2013	12/9/2013	12/14/2013	12/2013
Q8	Q4	12/31/2013	1/31/2014	2/1/2014	3/11/2014	3/18/2014	3/2014
Q9	Q1	3/31/2014	4/30/2014	5/1/2014	6/8/2014	6/14/2014	
Q10	Q2	6/30/2014	8/31/2014	9/1/2014	10/9/2014	10/16/2014	
Q11	Q3	9/30/2014	10/31/2014	11/1/2014	12/9/2014	12/16/2014	
Q12	Q4	12/31/2014	1/31/2015	2/1/2015	3/11/2015	3/18/2015	
Q13	Q1	3/31/2015	4/30/2015	5/1/2015	6/8/2015	6/13/2015	
Q14	Q2	6/30/2015	8/31/2015	9/1/2015	10/9/2015	10/16/2015	
Q15	Q3	9/30/2015	10/31/2015	11/1/2015	12/9/2015	12/16/2015	
Q16	Q4	12/31/2015	1/31/2016	2/1/2016	3/11/2016	3/18/2016	
Q17	Q1	3/31/2016	4/30/2016	5/1/2016	6/8/2016	6/15/2016	

- \*\*All dates are subject to change without notice. #Dates changed from original.
- First 4 quarters occur within the benefit year.
- Reconciliation occurs after quarter 6.
- After 24 months from the beginning of a benefit year, spanning 8 quarterly invoices, offsets will end.
- Final prospective payment for a benefit year occurs in January of the following year.
- PDE cutoff for coverage gap discount eligibility for benefit year 2012 is January 2016, and will be invoiced for Qtr 1 2016.
- All Invoices are identified by the calendar quarter for which they were created. See Chart C for more information on Benefit/Calendar quarter overlap.
- EGWPs plans do not receive prospective payments therefore they are not subject to payment offsets.

**C. BENEFIT YEAR QUARTER OVERLAP 2011 - 2015**

2011	2012	2013	2014	2015	PDE Invoice Reporting Period End	Qtr	Calendar Year
Q1					3/31/2011	Q1	2011
Q2					6/30/2011	Q2	
Q3					9/30/2011	Q3	
Q4					12/31/2011	Q4	
Q5	Q1				3/31/2012	Q1	2012
Q6	Q2				6/30/2012	Q2	
Q7	Q3				9/30/2012	Q3	
Q8	Q4				12/31/2012	Q4	
Q9	Q5	Q1			3/31/2013	Q1	2013
Q10	Q6	Q2			6/30/2013	Q2	
Q11	Q7	Q3			9/30/2013	Q3	
Q12	Q8	Q4			12/31/2013	Q4	
Q13	Q9	Q5	Q1		3/31/2014	Q1	2014
Q14	Q10	Q6	Q2		6/30/2014	Q2	
Q15	Q11	Q7	Q3		9/30/2014	Q3	
Q16	Q12	Q8	Q4		12/31/2014	Q4	
Q17	Q13	Q9	Q5	Q1	3/31/2015	Q1	2015
	Q14	Q10	Q6	Q2	6/30/2015	Q2	
	Q15	Q11	Q7	Q3	9/30/2015	Q3	
	Q16	Q12	Q8	Q4	12/31/2015	Q4	
	Q17	Q13	Q9	Q5	3/31/2016	Q1	2016
		Q14	Q10	Q6	6/30/2016	Q2	
		Q15	Q11	Q7	9/30/2016	Q3	
		Q16	Q12	Q8	12/31/2016	Q4	
		Q17	Q13	Q9	3/31/2017	Q1	2017
			Q14	Q10	6/30/2017	Q2	
			Q15	Q11	9/30/2017	Q3	
			Q16	Q12	12/31/2017	Q4	
			Q17	Q13	3/31/2018	Q1	2018
				Q14	6/30/2018	Q2	
				Q15	9/30/2018	Q3	
				Q16	12/31/2018	Q4	
				Q17	3/31/2019	Q1	2019

In the Medicare Part D Coverage Gap Discount Program we invoice accepted and validated PDEs on 4-quarter calendar year basis. Invoices are generated based on the quarter end dates of March 31, June 30, September 30, and December 31. PDEs that are accepted and that are not pended will usually be invoiced for the quarter they were submitted.

If a beneficiary fills a prescription on December 31 the PDE will not be submitted to CMS in time to be included on the Quarter 4 invoice. If the timely filing guidelines are followed and the PDE passes all edits it will be invoiced in Quarter 1 of the following calendar year. If there are data quality issues the PDE will be pended to the PDE Analysis Website for correction.

All Invoices are identified by the calendar quarter for which they were created; however, PDEs for a particular benefit year may appear on up to 17 quarterly invoices until PDEs for that benefit year are no longer accepted. So, for example, Quarter 2 of 2013 will contain accepted PDEs submitted between April 1 and June 30 of 2013. That quarter could also contain PDEs for benefit years 2011 and 2012. Q2 2013 would be the 10<sup>th</sup> quarter 2011 benefit year PDEs could be found on an invoice, and the 6<sup>th</sup> quarter a 2012 benefit year PDE could appear. But in both cases the benefit year quarter is used as a reference, and the identifier for the invoice is 2013 Q2.

\*\*All dates are subject to change without notice.

## D. EFT Quarterly Update Timeline

Benefit Year and Quarter	PDE Invoice Reporting Period End	EFT File update cutoff	Updated EFT file distributed	Quarterly Invoice Distribution
2012 Q1	3/31/2012	04/20/2012	04/25/2012	4/30/2012
2012 Q2	6/30/2012	08/17/2012	08/25/2012	8/31/2012
2012 Q3	9/30/2012	10/17/2012	10/25/2012	10/31/2012
2012 Q4	12/31/2012	01/17/2013	01/25/2013	1/31/2013
2013 Q1	3/31/2013	04/17/2013	04/25/2013	4/30/2013
2013 Q2	6/30/2013	08/17/2013	08/25/2013	8/31/2013
2013 Q3	9/30/2013	10/17/2013	10/25/2013	10/31/2013
2013 Q4	12/31/2013	01/17/2014	01/25/2014	1/31/2014
2014 Q1	3/31/2014	04/17/2014	04/25/2014	4/30/2014
2014 Q2	6/30/2014	08/17/2014	08/25/2014	8/31/2014
2014 Q3	9/30/2014	10/17/2014	10/25/2014	10/31/2014
2014 Q4	12/31/2014	01/17/2015	01/25/2015	1/31/2015
2015 Q1	3/31/2015	04/17/2015	04/25/2015	4/30/2015
2015 Q2	6/30/2015	08/17/2015	08/25/2015	8/31/2015
2015 Q3	9/30/2015	10/17/2015	10/25/2015	10/31/2015
2015 Q4	12/31/2015	01/17/2016	01/25/2016	1/31/2016