The "donut hole" refers to a gap in coverage, during which you may have to pay more for your prescription drugs. Some members may have supplemental coverage to help lower prescription drug costs. Here's a look at how the "donut hole" works:

Once you and your drug plan spend $4,020, you enter the "donut hole" or coverage gap.

While in the "donut hole," you may pay 25% of the total cost of brand name drugs and a maximum of 25% of the total cost of generic drugs until your total costs reach $6,350.

After you reach $6,350, your plan will contribute more toward your prescription drug costs.

*All dollar amounts reflect 2020 Medicare policies.*