THE BIDEN-HARRIS ADMINISTRATION



President Biden's lower cost prescription drug law, the Inflation Reduction Act, contains policies that lower prescription drug costs for seniors and people with disabilities across Alabama:



Caps costs for covered insulin at \$35 per month for people with Medicare



Makes recommended vaccines available at no cost for people with Medicare Part D



Enables Medicare to negotiate prices for certain prescription drugs



Requires drug companies to pay a rebate to Medicare if they raise prices faster than the rate of inflation

In January 2024, two new cost-saving Medicare Part D benefits went into effect:



The Extra Help program is expanding to provide more benefits for qualifying enrollees with limited income and assets



Some enrollees now have their out-of-pocket drug costs capped at about \$3,500 in 2024, and in 2025, out-of-pocket costs will be lowered even more with a \$2,000 cap

Inflation Reduction Act Impact: Alabama by the Numbers



Medicare enrollees in Alabama who use insulin could have an average savings of **\$439** per year

841,000+

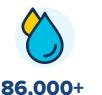
Medicare Part D enrollees in Alabama can receive free recommended preventive vaccines

~\$67 MILLION

expected savings for **~306,000** Medicare Part D enrollees in Alabama, thanks to 2024 policies limiting Part D out-of-pocket costs



Medicare enrollees in Alabama take drugs selected for negotiation including:



take Eliquis or Xarelto, cardiovascular drugs to prevent blood clots



54,000+

take Type 2 Diabetes medications Jardiance, Januvia, or Farxiga



12,000+

take Entresto to treat heart failure or other cardiovascular conditions



U.S. Department of Health and Human Services