May 1, 2024

The Honorable Robert Aderholt Chair House Appropriations Subcommittee on Labor, Health and Human Services, Education, and Related Agencies The Honorable Rosa DeLauro Ranking Member House Appropriations Subcommittee on Labor, Health and Human Services, Education, and Related Agencies

Dear Chair Aderholt and Ranking Member DeLauro:

On behalf of the undersigned patient and provider groups, we write to ask you to include report language in the Fiscal Year 2025 Labor, Health, and Human Services Subcommittee report regarding the implementation of the Medicare Prescription Payment Plan that begins on January 1, 2025. As with the start of any new program, there is much work to be done by the Centers for Medicare and Medicaid Services (CMS) to ensure beneficiaries receive the full benefit of the program.

The <u>Medicare Prescription Payment Plan</u> will allow beneficiaries the option to pay their prescription drug costs in payment installments to their plan over the course of a plan year. Significant outreach and education efforts will be necessary to educate beneficiaries about the program since it is an opt-in benefit. As articulated in CMS implementation guidance, beneficiaries will not be able to opt-in at the point of sale (unlike Medicare's Low-Income Subsidy Program) when the program starts in 2025; however, multiple stakeholders and CMS continue to explore how to enable this functionality in future years. To enable appropriate oversight by Congress, CMS should provide annual updates to Congress and to the public on the implementation of the program and progress of expanding beneficiary enrollment capabilities.

Therefore, we request the inclusion of the following report language in the Fiscal Year 2025 Labor, Health, and Human Services Subcommittee report:

Center for Medicare and Medicaid Services Program Management

Smoothing Out-of-Pocket Costs.—Beginning January 1, 2025, Medicare beneficiaries will have the option to "smooth" their Part D out-of-pocket costs through the Medicare Prescription Payment Plan. Because smoothing is set up as a voluntary program and beneficiaries must reenroll each year, it is critical that its availability and benefits are clearly conveyed, especially to patients with high prescription drug costs. CMS must have robust outreach and education efforts to ensure that beneficiaries are aware they can voluntarily enroll in the smoothing program. It is also vital that CMS collaborate with pharmacies to educate beneficiaries about smoothing, since the law requires plan sponsors to notify pharmacies when patients incur out-of-pocket costs that make it likely they will benefit from opting into the smoothing program. No later than

September 1, 2025, and annually thereafter, CMS is directed to report to the Committee and post on a publicly available website: (1) the number of beneficiaries who have taken up the smoothing option and the total number of beneficiaries categorized as "likely to benefit" by CMS; (2) information on the methods that CMS is utilizing to encourage participation, such as the use of Medicare.gov, the Medicare and You handbook, 1-800-MEDICARE, and provider-focused communications such as the Medicare Learning Network or Open Door Forums; and (3) additional outreach efforts that CMS is conducting with other stakeholders, including but not limited to provider associations and societies, patient and consumer advocacy groups, and pharmacy benefit managers. Additionally, CMS shall include reporting on the status of operationalizing point-of-sale enrollment for the program until such functionality is available for all Medicare beneficiaries.

Thank you for taking our request under consideration. If you have any questions, please contact Michael Ward, Vice President of Public Policy and Government Relations at the Alliance for Aging Research, at <u>mward@agingresearch.org</u>.

Sincerely,

AiArthritis The AIDS Institute Aimed Alliance Alliance for Aging Research Alliance for Patient Access Alpha-1 Foundation **ALS** Association American Association on Health and Disability Arthritis Foundation Asthma and Allergy Foundation of America Autoimmune Association California Chronic Care Coalition **Cancer Support Community** CancerCare **Caregiver Action Network** CaringKind, The Heart of Alzheimer's Caregiving Chronic Care Policy Alliance CLL Society EveryLife Foundation for Rare Diseases Genetic Alliance Gl Cancers Alliance Global Liver Institute Haystack Project The Headache and Migraine Policy Forum HealthyWomen

HIV+Hepatitis Policy Institute ICAN, International Cancer Advocacy Network International Myeloma Foundation Lakeshore Foundation The Leukemia & Lymphoma Society Lupus and Allied Diseases Association, Inc. Lupus Foundation of America Mental Health America MitoAction MLD Foundation National Association of Nutrition and Aging Services Programs (NANASP) National Coalition for Cancer Survivorship National Council on Aging National Eczema Association National Health Council National Organization for Rare Disorders National Psoriasis Foundation Neuropathy Action Foundation (NAF) Nevada Chronic Care Collaborative Organic Acidemia Association Patient Access Network (PAN) Foundation Patients Rising PXE International **Raymond Foundation** Society of PAs in Genetics & Genomics StopAfib.org/American Foundation for Women's Health The Sumaira Foundation Susan G. Komen SYNGAP1 Foundation Triage Cancer Wilson Disease Association