

January 13, 2020

The Honorable Mitch McConnell Majority Leader United States Senate Washington, DC 20510

The Honorable Nancy Pelosi Speaker U.S. House of Representatives Washington, DC 20515 The Honorable Chuck Schumer Minority Leader United States Senate Washington, DC 20510

The Honorable Kevin McCarthy Minority Leader U.S. House of Representatives Washington, DC 20510

Dear Leaders McConnell and Schumer, Speaker Pelosi and Leader McCarthy:

The undersigned members of the MAPRx Coalition are writing to urge your action to reverse an increase in Medicare Part D out-of-pocket (OOP) costs that will occur in 2020. Our group, MAPRx Coalition (MAPRx), is a national coalition of beneficiary, caregiver, and health care professional organizations committed to improving access to prescription medications in Medicare Part D and safeguarding the well-being of Medicare beneficiaries with chronic diseases and disabilities.

Some Part D beneficiaries face a dramatic increase in OOP costs in 2020. Currently, when Medicare Part D beneficiaries reach an OOP threshold, they enter the catastrophic coverage phase where they pay 5% of the cost of the drugs for the remainder of the plan year. Normally, the OOP threshold - the amount patients are required to pay before entering catastrophic coverage - would grow at the rate of beneficiary per capita spending. Due to unintended consequences in the law, the OOP threshold will increase by \$1,250 in 2020. Without action, beneficiaries already facing high OOP spending will see their costs dramatically increase in 2020.

MAPRx is very concerned about how this cliff will impact beneficiaries. Given these beneficiaries already face significant OOP costs, we fear the cliff could drive therapy abandonment. One study of cancer patients showed that 45% of Part D patients abandon their therapy when out-of-pocket costs are as high as Part D plans uniformly require. Another study found that

Medicare patients across a series of disease diagnoses in 2018 were seven times more likely to abandon their first prescription at the pharmacy counter when facing high out-of-pocket costs.

Abandonment of pharmaceutical therapy can worsen patients' health and increase overall health care costs. Conversely, adherence keeps health care costs in check. The Congressional Budget Office in 2012 found that a "1% increase in the number of prescriptions filled by beneficiaries would cause Medicare's spending on medical services to fall by roughly one-fifth of 1%." This connection between prescription drugs and reductions in the use of other medical services - and thus reductions in Medicare A and B spending - highlights the value and importance of adherence to prescribed drugs.

We urge Congress to determine and act on an appropriate solution as soon as possible. Given that the 2020 Medicare Part D plan year already is underway, a retroactive fix is necessary. There is precedent for a retroactive fix for Medicare beneficiaries.

As more Americans become eligible for Medicare, the Part D program will play an increasingly integral role in maintaining beneficiaries' health and reducing overall health care costs. The undersigned members of MAPRx appreciate your attention to this necessary improvement to Medicare Part D. For questions related to MAPRx or the above comments, please contact Bonnie Hogue Duffy, Convener, MAPRx Coalition, at (202) 540-1070 or bduffy@nvgllc.com.

Sincerely,

Allergy & Asthma Network Alliance for Aging Research Alliance for Patient Access **ALS Association** American Autoimmune Related Diseases Association American Cancer Society Cancer Action Network American Society of Consultant Pharmacists American Kidney Fund **Arthritis Foundation Caregiver Action Network COPD Foundation Epilepsy Foundation** GO2 Foundation for Lung Cancer HealthyWomen HIV + Hepatitis Policy Institute International Myeloma Foundation Lupus and Allied Diseases Association, Inc. Lupus Foundation of America Men's Health Network National Alliance on Mental Illness National Council for Behavioral Health **National Council on Aging** National Health Council National Multiple Sclerosis Society

National Organization for Rare Disorders
National Patient Advocate Foundation
National Psoriasis Foundation
Patient Access Network (PAN) Foundation
Patient Services Inc.
RetireSafe
The AIDS Institute
The Michael J. Fox Foundation for Parkinson's Research
United Spinal Association
WomenHeart: The National Coalition for Women with Heart Disease