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 Arizona:

- 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: Arizona by the Numbers**

- **28,000+** Medicare enrollees in Arizona who use insulin could have an average savings of $517 per year.
- **1.1 MILLION+** Medicare Part D enrollees in Arizona can receive free recommended preventive vaccines.
- **$70 MILLION+** expected savings for ~319,000 Medicare Part D enrollees in Arizona, thanks to 2024 policies limiting Part D out-of-pocket costs.
- **MORE THAN 164,000** Medicare enrollees in Arizona take drugs selected for negotiation including:
  - ~96,000 take Eliquis or Xarelto, cardiovascular drugs to prevent blood clots.
  - 46,000+ take Type 2 Diabetes medications Jardiance, Januvia, or Farxiga.
  - 8,700+ take Entresto to treat heart failure or other cardiovascular conditions.

U.S. Department of Health and Human Services