

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard
Baltimore, Maryland 21244-1850



Center for Medicare and Medicaid Innovation

DATE: February 10, 2023

TO: All Part D Sponsors and Pharmaceutical Manufacturers

FROM: Laura T. McWright, Deputy Director, Seamless Care Models Group
Center for Medicare and Medicaid Innovation

SUBJECT: Part D Senior Savings (PDSS) Model Status Update

The Inflation Reduction Act caps cost-sharing for each insulin product covered under a Medicare prescription drug plan at \$35 for a month's supply, beginning January 1, 2023. Also, Part D deductibles will not apply to these covered insulin products. The PDSS Model, which first tested a similar benefit in Model-participating plans, will end on December 31, 2023.

The Centers for Medicare & Medicaid Services (CMS) is pleased that this benefit, which closely aligns with what was offered through the Part D Senior Savings Model, will now be available to all people with Medicare prescription drug coverage.

While CMS will not proceed with testing the Model in Calendar Year (CY) 2024 and CY 2025, it continues to have a meaningful impact on the CMS Innovation Center's work and longer term goal of realizing a health care system that achieves equitable outcomes through high-quality, affordable, person-centered care.

CMS will be following up with CY 2023 PDSS Model participants to provide additional information on activities related to the end of the Model at a later date.

Questions should be addressed to the Part D Senior Savings Model team at PartDSavingsModel@cms.hhs.gov.