



CALIFORNIA HEALTH ADVOCATES

Prescription Drug Resources

This fact sheet outlines strategies and programs that may help you save on your prescription drug costs. If you have a Medicare Part D plan or Medicare Advantage prescription drug (MA-PD) plan, decreasing costs may keep you out of the coverage gap, also called the “donut hole.” This is the period during which you are responsible for paying 25% of your drug costs.

Before 2011, beneficiaries had to pay 100% of their drug costs in the coverage gap, also known as the “donut hole”. Due to the Affordable Care Act (commonly called Obamacare), beneficiary cost-sharing in the coverage gap has continually decreased over the last 10 years. It also changes the definition of “donut hole” since a beneficiary no longer pays 100% of the full price for covered drugs. Since 2020, the donut hole has been fully closed and a beneficiary pays 25% for BOTH covered brand name and generic drugs.

If you enter the coverage gap or “donut hole” but are unlikely to spend a total of \$7,400 out of pocket before the end of the year to receive catastrophic (full) coverage, these cost-saving strategies may help.

In general, these programs do not coordinate with Part D plans and what you pay may not count towards your true-out-of-pocket (TrOOP) expenses. (Your TrOOP expenses are copays or coinsurance you pay for covered Part D drugs, plus the annual deductible if your plan has one.) See our online Medicare Topics sections on Prescription Drugs at cahealthadvocates.org.

Cost Saving Strategies

- Review your Medicare Part D plan yearly to make sure it provides the most comprehensive coverage for your drugs at the lowest cost. Call your local Health

Insurance Counseling and Advocacy Program (HICAP) at 1-800-434-0222 or Medicare at 1-800-MEDICARE (1-800-633-4227) to ask for assistance comparing plans or use the Medicare Plan Finder on the Medicare website at medicare.gov. The Annual Election Period for changing Part D plans is October 15 – December 7.

- Talk to your doctor about switching to generic drugs or other less expensive brand drugs. The Consumer Reports Best Buy Drugs (CRBBDs) is a video series on Consumer Reports’ website. It reviews drugs used for various conditions and analyzes them based on effectiveness, safety and cost. Videos also review ways to save money and be safe using online pharmacies. Visit CRBBDs online at consumerreports.org/video/view/healthy-living/drugs-medication/101523025001/save-money-with-best-buy-drugs/.
- Ask your doctor for free samples.
- Find out if using your plan's mail-order pharmacy would cost less. Please note that some plans offer some brand name drugs at a retail pharmacy only and not through mail-order. Call your plan for details.
- Apply for government or private programs that might reduce your drug costs. (See below.)
- Contact Patient Assistance Programs (PAPs) listed below that cover your drugs.
- Check the prices for your prescription(s) at several pharmacies. Pharmacies in your plan’s network should have lower prices than at out-of-network pharmacies. However, some pharmacies not in any plan’s network may have lower drug prices. (E.g. Costco’s pharmacies may have lower prices. You do not need to be a Costco member to use their pharmacies.) Among your plan’s network pharmacies, some offer

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lower cost-sharing than other network pharmacies.

- Check out the generic discount drug programs at chain stores and pharmacies. See consumerreports.org/drug-prices/drug-discount-programs-can-save-you-big-on-generics/.

Alert: Many internet pharmacies sell drugs online at discounted prices. Some online pharmacies operate illegally and may supply counterfeit or fake drugs that have too little or no active ingredients or contain dangerous contaminants. Please note that importing prescription drugs that are not approved by the US Food & Drug Administration into the U.S. is illegal.

If you are considering ordering from an Internet pharmacy, please take precautions. Go to www.safe.pharmacy to learn why buying drugs online is risky, how to spot a rogue online pharmacy, and where to find an accredited pharmacy. Please note that payment to the online pharmacy does not apply toward your Medicare Part D TrOOP expenses.

Government Programs

Medicare Low-Income Subsidy Program (also known as “Extra Help”)

The low-income subsidy (LIS) assists Medicare beneficiaries with limited incomes with paying their Medicare Part D plan premiums and deductibles. Those who qualify for the LIS may pay \$0 premium, no deductible and low copayments. See our online Medicare topics sections on Prescription Drugs and click on [Extra Help with Part D Costs](#) in the Prescription Drugs section of our website at www.cahealthadvocates.org.

Medi-Cal

People on Medicare and Medi-Cal pay no more than \$1.45 per generic prescription and \$4.30 per brand name prescription for Medicare covered drugs. Medi-Cal also covers some drugs not covered by Part D. To apply for Medi-Cal, call your local County Department of Health Care Services to start the application process

over the phone. (See our online Medicare Topics section on Prescription Drugs and click on [Extra Help with Part D Costs](#).) More information is also available at <https://www.dhcs.ca.gov/services/med-cal/Pages/default.aspx>.

California Prescription Drug Discount Program

At Medi-Cal participating pharmacies, you can get prescription drugs at the Medi-Cal rate plus a 15-cent processing fee. This rate may be lower than the Part D rate. **Payments may not apply toward your Part D cost-sharing. This program should not be used as a substitute for Medicare Part D.** To receive benefits, show your Medicare card and the prescription at Medi-Cal participating pharmacies. More information is available at pharmacy.ca.gov/consumers/medicare_discount.shtml.

Department of Veteran Affairs (VA)

If you have the VA’s Medical Benefits Package, it includes a prescription drug benefit that is creditable (i.e. as good as or better than the standard Medicare Part D benefit.) A VA provider must prescribe the drugs. An eligible veteran can get a 30-day supply at VA pharmacies and the copayment amount depends on what “priority group” the veteran is in. Veterans who have the VA Medical Benefits Package may also enroll in a Medicare Part D plan. They may save money by filling some drugs through the VA program and some through the Part D plan. Veterans may also choose to have only VA coverage and enroll in a Medicare Part D plan later. Since the VA prescription drug coverage is creditable, the late enrollment penalty for Part D is waived. For more information about the VA Medical Benefits Package, contact 1-877-222-8387 or <https://www.va.gov/healthbenefits>. Also see our Medicare Topics section on Other Health Insurance and click on the link for Veterans Affairs Benefits.

TRICARE for Life (TFL)

Active and retired military service members and their spouses may be eligible for TRICARE,

which is part of the Military Health System. TRICARE members who turned 65 after April 1, 2001, must enroll in Medicare Part B. TriCare for Life (TFL) is the program for TriCare members enrolled in Medicare. Medicare is the primary payer and TFL the secondary payer for benefits covered by both Medicare and TFL.

TFL offers creditable prescription drug coverage, meaning it is as good as or better than the standard Medicare Part D benefit. Thus, if you have TFL, you may decide not to enroll in a Medicare Part D plan. For more information, call TFL at 1-866-773-0404, or visit the website at tricare.mil/Plans/HealthPlans/TFL. You can also see our Medicare Topics section on Other Health Insurance and visit the page "[TriCare for Life](#)."

Patient Assistance Programs

Many pharmaceutical companies offer Patient Assistance Programs (PAPs) that provide free or low-cost drugs to qualified individuals. Each program has its own eligibility criteria and application process. Some provide drugs only if the drugs are not on your Medicare Part D plan's formulary, or if you are in the coverage gap, or not enrolled in a Medicare Part D plan.

Medicare can tell you which PAP covers your drug, who qualifies and how to apply. Call 1-800-MEDICARE (1-800-633-4227) and ask for assistance, or visit medicare.gov/pharmaceutical-assistance-program/.

Note: If a PAP pays for your drugs, their payment will not count toward your TrOOP expenses in your Medicare Part D plan.

Additional Information

The websites listed below contain searchable databases with information on prescription drug resources and financial assistance with prescription drug costs. Many specifically help you find patient assistance programs (PAPs).

medicineassistancetool.org – The Medicine Assistance Tool (MAT), created by PhRMA (the Pharmaceutical Researchers and Manufacturers

of America), offers a single point of access to hundreds of public and private patient assistance programs, including more than 900 programs offered by pharmaceutical companies. You can also reach the Medicine Assistance Tool by phone at 1-571-350-8643.

rxassist.org - RxAssist offers a comprehensive database of patient assistance programs, as well as practical tools, news, articles and up-to-date information on how to access assistance from over 150 companies with hundreds of medications. Searches can be performed on several variables: company name, brand name drug, generic name, and drug therapy class.

rxhope.com – The Rx Hope website allows patients and their providers to apply for patient assistance programs offered by hundreds of manufacturers, and to find information on programs offered by the state and federal governments, as well as by pharmaceutical companies. The Patient Assistance Information section gives information about particular products or companies.

needy meds.org – The NeedyMeds website allows you to enter your medication to find patient assistance programs for that specific medication. It has an alphabetical list of approximately 4,965 prescription drugs. You can also reach NeedyMeds by phone at 1-800-503-6897.

mygooddays.org -- Good Days is a non-profit organization that assists patients with chronic disease, cancer and other life-altering conditions obtain certain expensive, life-saving medications they need. Patients must meet certain income qualifications and have private insurance or a Medicare Part D plan. You can also reach them by phone at 1-877-968-7233.

goodrx.com – GoodRx offers an online database that searches over 70,000 pharmacies for a prescription's best price. Discounts or coupons can be printed out or presented on a person's mobile device via their app. GoodRx can also be reached at 1-855-268-2822.

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blinkhealth.com – Blink Health negotiates low drug prices with the pharmacy industry at over 35,000 participating pharmacies nationwide. Consumers must order the drugs ahead of time online for the savings and can choose pickup or delivery for their medications. Blink Health can also be reached at 1-844-265-6444.

benefitscheckup.org – Benefits Check Up is a service of the National Council on Aging. It has an online screening tool that searches over 2,500 public and private benefits programs. Many of these programs can help certain qualified people ages 55 and older pay for some costs of prescription drugs, health care, utilities, and other essential items or services. Benefits Check Up can also be reached at 1-800-794-6559.

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This fact sheet contains general information. If you would like to discuss your specific situation, call the Health Insurance Counseling and Advocacy Program (HICAP). HICAP provides free and objective information and counseling on Medicare and can help you understand your specific rights and health care options. You can call **1-800-434-0222** to make an appointment at the HICAP office nearest you.

Note: Online access to all 35+ CHA fact sheets on Medicare and related topics is available for an annual subscription. See cahealthadvocates.org/fact-sheets/.