

# The Inflation Reduction Act of 2022

## Democrats Deliver Lower Costs for Families

### HOW NEW JERSEY BENEFITS

The Inflation Reduction Act will reduce health care and prescription drug costs for New Jersey seniors, people with disabilities and families.

#### Making Approved Vaccines Free Starting in 2023



Ensures approved vaccines under Medicare Part D are free, helping nearly 88,900 New Jerseyans.<sup>1</sup>

#### Lowering Insulin Copays Starting in 2023



Reduces Medicare copays to a maximum of \$35 per month, lowering insulin costs for nearly 45,400 New Jerseyans.<sup>2</sup>

#### Reducing Health Care Premiums Starting in 2023



Lowers Marketplace premiums for roughly 292,000 New Jerseyans by hundreds of dollars per person, on average, in 2023.<sup>3</sup>

#### Helping Low-Income Americans Starting in 2024



Increases financial assistance to nearly 10,500 low-income New Jerseyans to help them afford their prescription medications.<sup>4</sup>

#### Capping Out-of-Pocket Costs Starting in 2025



Caps prescription drug costs at \$2,000 a year for nearly 1.3 million New Jerseyans with Medicare Part D<sup>5</sup> – giving the more than 45,500 New Jerseyans who will exceed this limit the help they need.<sup>6</sup>

#### Lowering Prescription Drug Prices Through Negotiation Starting in 2026



Beginning in 2026, Medicare-negotiated prescription drug prices will go into effect, reducing costs for certain high-cost drugs and out-of-pocket costs for seniors and people with disabilities.<sup>7</sup>

# The Inflation Reduction Act of 2022

## Democrats Deliver Lower Costs for Families

### REFERENCES

1. Neuman, T., Damico, A., Freed, M., & Cubanski, J. (2022, August 18). How will the prescription drug provisions in the Inflation Reduction Act affect Medicare beneficiaries? KFF. Retrieved from <https://www.kff.org/medicare/issue-brief/how-will-the-prescription-drug-provisions-in-the-inflation-reduction-act-affect-medicare-beneficiaries/>
2. Cubanski, J., & Damico, A. (2022, July 28). Insulin out-of-pocket costs in Medicare part D. KFF. Retrieved from <https://www.kff.org/medicare/issue-brief/insulin-out-of-pocket-costs-in-medicare-part-d/>
3. Branham, D. K., Eibner, C., Giros, F., Liu, J., Finegold, K., Peters, C., & Sommers, B. D. (2022, March 23). Projected Coverage and Subsidy Impacts If the American Rescue Plan's Marketplace Provisions Sunset in 2023. Assistant Secretary for Planning and Evaluation. Retrieved from <https://aspe.hhs.gov/sites/default/files/documents/1647ad29528ee85a48d6ffa9e7bfbcb8f/arp-ptc-sunset-impacts-03-22-22%20Final.pdf>
4. Kaiser Family Foundation. (2022, August 3). Medicare beneficiaries enrolled in part D coverage
4. Neuman, T., Damico, A., Freed, M., & Cubanski, J. (2022, August 18). How will the prescription drug provisions in the Inflation Reduction Act affect Medicare beneficiaries? KFF. Retrieved from <https://www.kff.org/medicare/issue-brief/how-will-the-prescription-drug-provisions-in-the-inflation-reduction-act-affect-medicare-beneficiaries/>
5. Kaiser Family Foundation. (2022, August 3). Medicare beneficiaries enrolled in part D coverage. KFF. Retrieved from <https://www.kff.org/other/state-indicator/medicare-beneficiaries-enrolled-in-part-d-coverage/?currentTimeframe=0&sortModel=%7B%22colId%22%3A%22Location%22%2C%22sort%22%3A%22asc%22%7D>
6. Neuman, T., Damico, A., Freed, M., & Cubanski, J. (2022, August 18). How will the prescription drug provisions in the Inflation Reduction Act affect Medicare beneficiaries? KFF. Retrieved from <https://www.kff.org/medicare/issue-brief/how-will-the-prescription-drug-provisions-in-the-inflation-reduction-act-affect-medicare-beneficiaries/>
7. Neuman, T., Damico, A., Freed, M., & Cubanski, J. (2022, August 18). How will the prescription drug provisions in the Inflation Reduction Act affect Medicare beneficiaries? KFF. Retrieved from <https://www.kff.org/medicare/issue-brief/how-will-the-prescription-drug-provisions-in-the-inflation-reduction-act-affect-medicare-beneficiaries/>