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



Center for Medicare & Medicaid Innovation

DATE: March 11, 2021

TO: All Part D Sponsors and Pharmaceutical Manufacturers

FROM: Laura McWright, Deputy Director, Seamless Care Models Group

Center for Medicare & Medicaid Innovation

SUBJECT: Part D Senior Savings Model Pharmaceutical Manufacturer Participation and Part D Sponsor Request

for Applications (RFA) for 2022

On January 14, 2021, CMS announced the release of applications for non-participating pharmaceutical manufacturers interested in joining the Part D Senior Savings Model beginning in CY 2022. The Part D Senior Savings Model is a voluntary model that enables participating Part D enhanced alternative plans to lower Medicare beneficiaries' out-of-pocket costs for insulin to a maximum \$35 copay for a one-month's supply. Today, CMS is announcing the following for the Part D Senior Savings Model for CY 2022:

- 1. CY 2022 Pharmaceutical Manufacturer Participation;
- 2. CY 2022 Part D Sponsor RFA and Requirements; and
- 3. CY 2022 Model Drug National Drug Codes (NDCs).

CY 2022 Pharmaceutical Manufacturer Participation

CMS again saw broad pharmaceutical manufacturer participation for CY 2022, with the following pharmaceutical manufacturers either continuing or approved to start participating in the Part D Senior Savings Model:

- 1. Eli Lilly and Company
- 2. Mannkind Corporation (New for CY 2022)
- 3. Mylan Specialty L.P., a Viatris Company (New for CY 2022)
- 4. Novo Nordisk, Inc. and Novo Nordisk Pharma, Inc.
- 5. Sanofi-Aventis U.S. LLC

CY 2022 Part D Sponsor RFA and Requirements

CMS is announcing the release of the CY 2022 Part D Senior Savings Model Part D Sponsor RFA. To apply, Part D sponsors (including those who are currently participating) must submit a complete and timely application to participate in the Part D Senior Savings Model, found at the following link:

Model requirements for Part D sponsors include the following:

Model Drugs: Part D sponsors' participating enhanced alternative plan benefit packages are required to offer a maximum standard copay of \$35 for a one-month's supply, for both vial and pen dosage forms, for at least one of each of the following insulin types in the deductible, initial coverage, and coverage gap phases of the Part D benefit:

- rapid-acting insulin;
- short-acting insulin;
- intermediate-acting insulin; and
- long-acting insulin.

Part D sponsors meet Model requirements if the Part D sponsor's choice of formulary product line only has a vial dosage form or a pen dosage form for one of the above required Model drugs. As part of the application, CMS will require Part D sponsors to provide an excel template (titled "CY2022 Application Parent Organization" on the Model website here: https://innovation.cms.gov/media/document/partd-seniorsav-cy22-appsup-parentorg) of all Model drugs included on the plan's formulary and attest that the associated copay will not exceed \$35 for a one-month's supply.

Additional Guidance on the Model: Additional model-specific guidance can be found in HPMS memos released on 4/9/2020 and 5/21/2020, as well as in the CY 2022 RFA. Unless otherwise noted in Model materials, Part D sponsors should continue to report prescription drug event data according to current CMS guidance located in HPMS and on the Customer Support Services Contract (CSSC) website. Please reach out to the PDSS Model Team at PartDSavingsModel@cms.hhs.gov with any additional questions.

CY 2022 Model Drug NDCs

Please visit the Model website at https://innovation.cms.gov/initiatives/part-d-savings-model for a complete list of Model Drug NDCs for CY 2022. (Note: This list is separate from the current CY 2021 list applicable to current CY 2021 Model participants for CY 2021.) The above participating manufacturers for CY 2022 included all marketed products under their respective labeler codes that are applicable covered Part D drugs that are, or contain, insulin, as classified in the American Hospital Formulary Service (AHFS) Drug Information or the DRUGDEX Information System compendia. Please note that the Model Drug list may be updated throughout the year and information on how Part D sponsors may update their plan selected Model drugs for CY 2022 will be provided to participating Part D sponsors when available.