Shawn Maree Bishop Vice President, Advancing Medicare and Controlling Healthcare Costs Programs

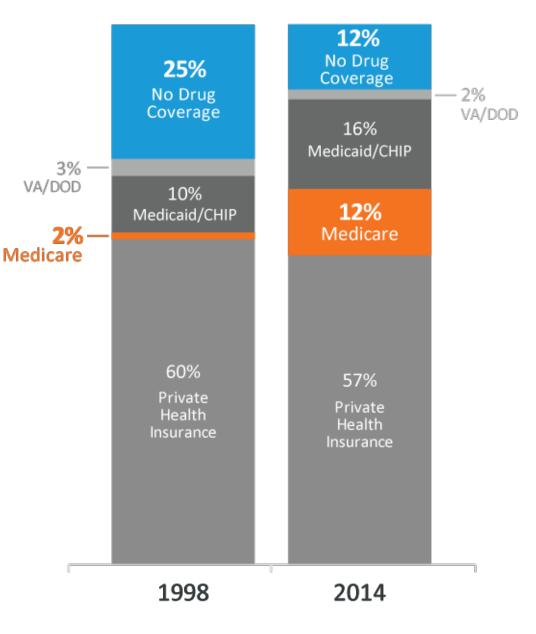
The Alliance for Health Reform Briefing October 26, 2016



The COMMONWEALTH FUND

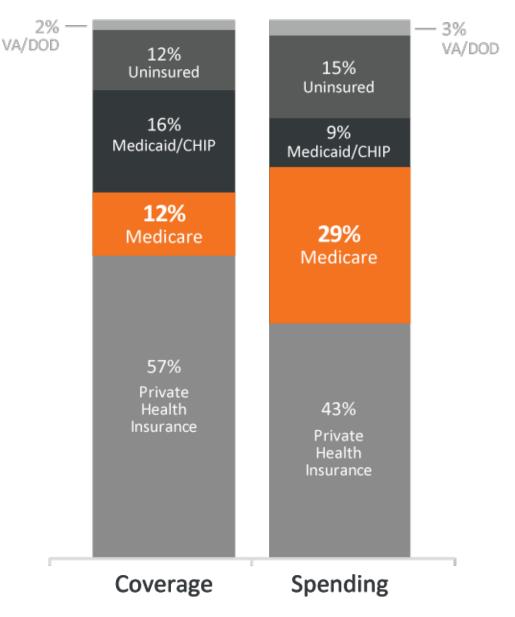
Prescription Drug Coverage Expanded Through Medicare

Sources of Drug Coverage



Medicare Covers 12% of Population Yet Accounts for 29% of Drug Spending in the U.S.

Sources of Drug Coverage vs. Spending, 2014

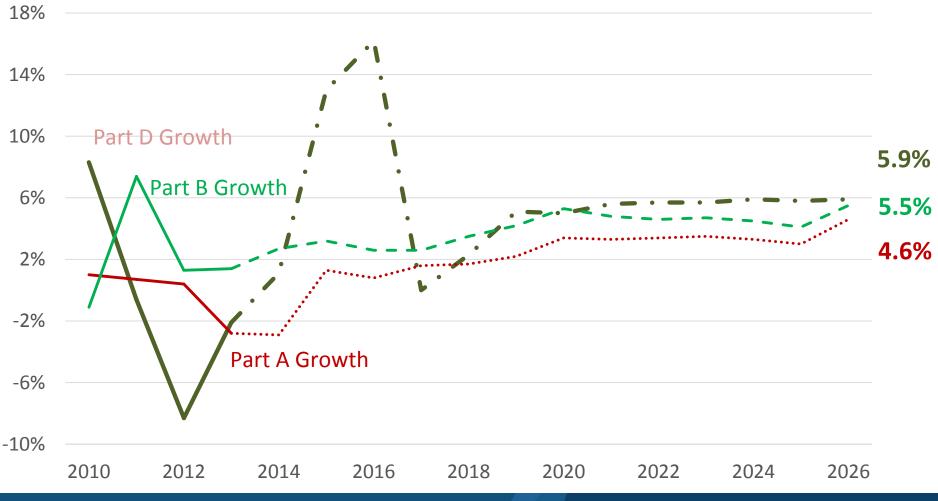


Affordability Can Impede Access to Medicine for Adults

In the past year, was there any time when you did not fill a prescription for medicine due to cost? 50% 19-64 years 65 years or older 40% Percentage of adults 30% 26% 23% 19% 20% 17% 13% 10% 10% 0% 2003 2010 2014

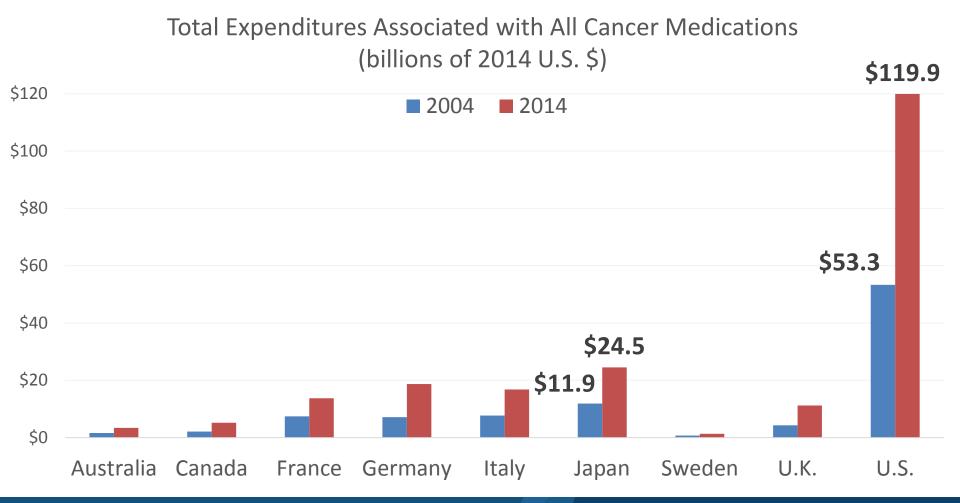
Source: The Commonwealth Fund Biennial Health Insurance Surveys (2003-2014).

CBO Projects Part D Costs to Stay Above Hospital (Part A) and Physician (Part B) Costs



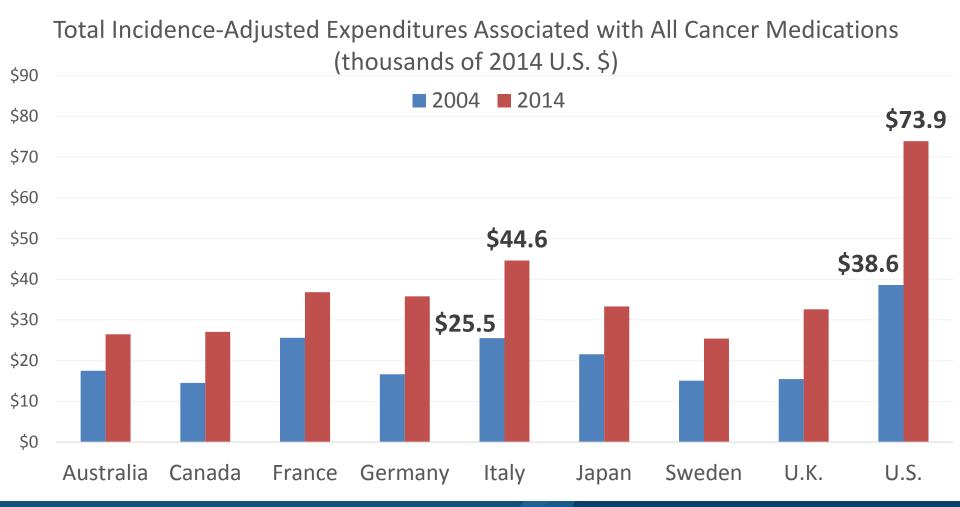
Source: CMWF analysis of CBO baseline, adjusted for recoveries.

U.S. Exceeds Peer Countries in Cancer Drug Expenditures...



Source: Salas-Vega, S., & Mossialos, E. (2016). Cancer Drugs Provide Positive Value In Nine Countries, But The United States Lags In Health Gains Per Dollar Spent. *Health Affairs*, *35*(5), 813-823.

... Even When Incidence is Taken Into Account



Source: Salas-Vega, S., & Mossialos, E. (2016). Cancer Drugs Provide Positive Value In Nine Countries, But The United States Lags In Health Gains Per Dollar Spent. *Health Affairs*, *35*(5), 813-823.