

Understanding Your **2027** Medicare Part D Benefit and Prescription Payment Option

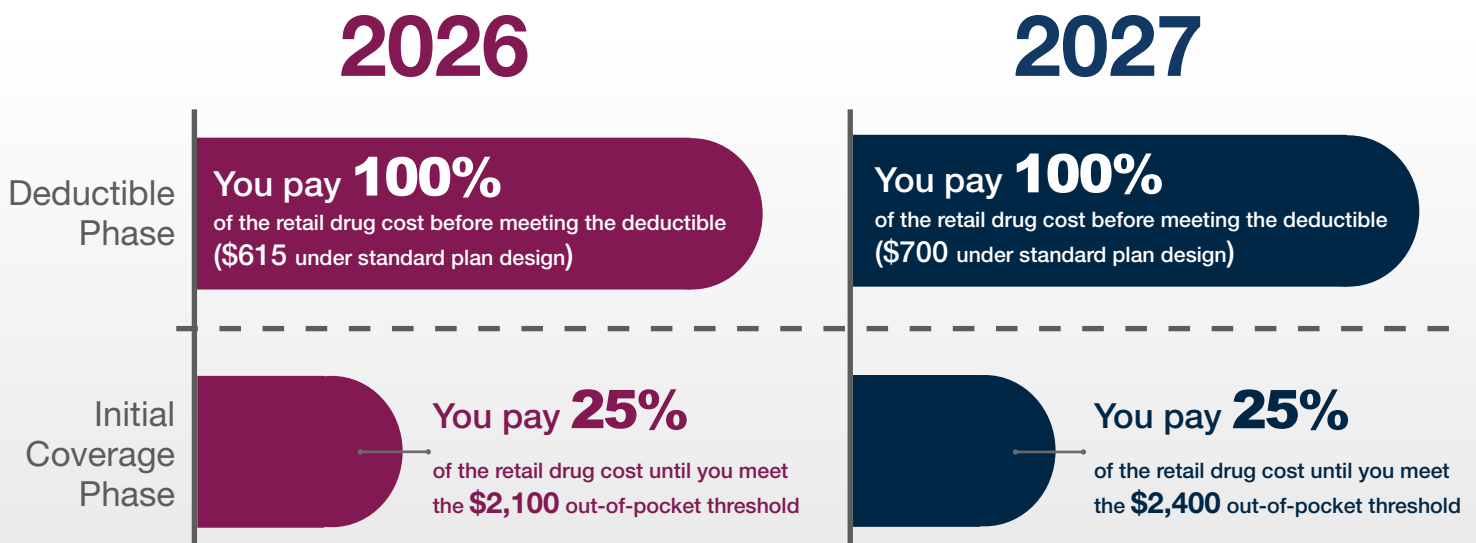
ATTENTION MEDICARE ENROLLEES:

If you have an original Medicare (Part A and/or B) plan with a standalone Medicare Part D plan OR prescription coverage as part of a Medicare Advantage Plan, this important information is for you!

Upcoming Changes to the Medicare Part D Benefit Design for **2027**

Starting in **2027**, your yearly out-of-pocket cost for prescription drugs will be capped at:

\$2,400*



If your plan has a yearly deductible, you will be responsible for your drug costs, up to a \$700 maximum. After meeting the yearly deductible amount or if you do not have a deductible, you are responsible for 25% of the cost of all your covered prescription drugs, up to \$2,400 annually. Once you reach that limit, you will not pay anything more for covered prescription drugs for the remainder of the calendar year.

*This amount does not include your monthly Medicare Part D premium.

Prescription Payment Option for Medicare Part D Participants

In 2025, a program called the **Medicare Prescription Payment Plan (MPPP)** became available. This program gives you the option of making monthly installment payments for covered prescription drugs over the course of the year. Your Medicare Part D or Medicare Advantage Plan is required to provide all Part D enrollees with information about the MPPP.

MPPP Key Features



Is the MPPP Right for Me?

If you pay a lot for medications early in the year, you are most likely to benefit.

Your Medicare plan must notify you and your pharmacy when you are likely to benefit based on your costs for covered drugs.

If you are already getting support for your Part D drugs through Extra Help or other financial assistance programs, you may find MPPP less beneficial.

Once you enroll, you will pay \$0 at the point of service and no more than \$2,400 out of pocket for your covered prescription medicines.

OOP, out of pocket.

Monthly Payment Examples Under the MPPP

EXAMPLE* 1

Patient is prescribed a \$15,000/month drug in January

For this patient, the monthly maximum out-of-pocket amount is \$200.00 for 12 months, which equals \$2,400, the annual cap on out-of-pocket costs. In this example, the patient would likely benefit from enrolling in the MPPP.



12 equal payments of **\$200.00** monthly

EXAMPLE* 2

Patient is prescribed a \$15,000/month drug in July with \$500 in OOP drug costs prior to enrolling into the MPPP

For this patient, the monthly maximum out-of-pocket amount is \$316.67 for 6 months, which equals \$1,900 (\$2,400-\$500 previous costs). In this example, the patient would likely benefit from enrolling in the MPPP.



6 equal payments of **\$316.67** July – December

*Examples are only based on statutory formulas and interpretation of CMS Final Rule Part 1. May not equate to final calculations by plan.

CMS, Centers for Medicare & Medicaid Services; MPPP, Medicare Prescription Payment Plan; OOP, out of pocket.



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For more information on the MPPP, scan this QR code.



Key Points to Consider

- The Medicare Prescription Payment Plan gives you the option of making monthly installment payments for covered prescription drugs over the course of the calendar year
- If you pay a lot for medications earlier in the calendar year, this payment program may be right for you

If you have questions about the upcoming changes for 2027, please contact your Medicare Part D plan or Medicare Advantage plan that provides prescription coverage.

If you have questions about accessing your medications, please visit AstraZeneca US Patient Support at www.azpatientsupport.com or scan the QR code.



References

CMS.gov. Part D improvements. Accessed July 7, 2026.

<https://www.cms.gov/inflation-reduction-act-and-medicare/part-d-improvements>

CMS. Final CY 2026 Part D Redesign Program Instructions Fact Sheet. Accessed July 7, 2026.

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