

PBMs WILL SAVE HEALTH PLAN SPONSORS AND CONSUMERS MORE THAN \$1 TRILLION ON PRESCRIPTION DRUGS

PBM Care Management Programs Improve Health Outcomes for Patients, Lower Costs



PBM Savings

From 2020 to 2029, the current use of PBM tools will save **health plan sponsors and consumers** more than **\$1 trillion.**

- ✓ Commercial health plan sponsors and their members will save more than **\$512 billion;**
- ✓ Medicare Part D and its beneficiaries, more than **\$445 billion;** and
- ✓ Managed Medicaid plans, more than **\$46 billion.**

PBM Drive Lowest Net Cost in Medicare Part D

PBM tools have generated significant savings for the Medicare prescription drug program. Even greater savings are expected in the future:

- ✓ Continued use of PBM tools at their current levels is expected to save Part D \$445 billion, compared to limited management over the next 10 years. Therefore, if the use of PBM tools is restricted in Part D, then costs for the program and its beneficiaries could increase by \$445 billion.
- ✓ If all Part D plans were able to adopt high use of PBM tools, then the program and beneficiaries could double the savings, saving an additional \$445 billion over 10 years.
- ✓ Both the GAO and the HHS, OIG have recently found that PBM negotiated rebates substantially reduced the growth in spending in Medicare Part D.

Source: Visante, Pharmacy Benefit Managers (PBMs): Generating Savings for Plan Sponsors and Consumers, January 2020.