

# AFFORDABLE CARE ACT

## HOW THE HEALTH CARE LAW BENEFITS SENIORS AND IMPROVES MEDICARE

- **Reduces prescription drug costs for seniors.** More than 5.5 million seniors in the Medicare Part D 'donut hole' coverage gap have already saved nearly \$4.5 billion on prescription drugs because of the new health care law, with an average savings of \$600 per senior. Savings for seniors include a one-time \$250 rebate check to seniors in the 'donut hole' in 2010 and a 50 percent discount on brand-name drugs in the 'donut hole' that began in January 2011. The health care law also completely closes the 'donut hole' by 2020.
- **Provides free Medicare coverage of key preventive services,** such as mammograms. In 2011, 32.5 million individuals with traditional Medicare and Medicare Advantage received one or more of these free services, and so far in 2012, 19 million individuals with traditional Medicare have done so.
- **Provides a free Annual Wellness Visit under Medicare.** In 2011, 2.3 million seniors had a free visit, and so far in 2012, 1.9 million seniors have done so.
- **Strengthens Medicare and extends the solvency of the Medicare Trust Fund by 8 years – from 2016 to 2024.** The law's reforms strengthen solvency by squeezing waste out of the system and making it more efficient, without reducing benefits.
- **Provides new tools to crack down on fraud in Medicare,** and in FY 2011, a joint anti-Medicare fraud task force of HHS and the Department of Justice recovered more than \$4.1 billion in fraudulent Medicare payments on behalf of taxpayers – the second year in a row recovery efforts reached this unprecedented level.
- **Helps seniors remain at home and stay out of nursing homes,** with the new Community First Choice Option, allowing states to offer home-based services to individuals with disabilities through Medicaid rather than institutional care.