

Delaware Prescription Assistance Annual Report - Calendar Year 2015 **January 29, 2016**

Program Overview

The Delaware Prescription Assistance Program (DPAP) was established by the Delaware General Assembly on January 14, 2000, when Senate Bill 6 was passed during the 1999 Legislative Session. DPAP is funded by the Delaware Health Fund to provide prescription and over-the-counter drug coverage to qualified Delaware citizens. To qualify for DPAP, an applicant:

- a) Must be a resident of the State of Delaware,
- b) Must be at least 65 years of age or qualify for SSDI benefits,
- c) Must be at or below 200% of the federal poverty level or have prescription costs that are at least 40% of the applicant's annual income, and
- d) Must not have or be eligible for prescription coverage through Federal, State, or private sources (regardless of any annual benefit limitations), excluding Medicare Part D prescription drug coverage.

Individuals with Medicare (the majority of DPAP clients) must select a Part D Prescription Drug Plan and must apply for Extra Help (Low-Income Subsidy) through the Social Security Administration. The Low-Income Subsidy, or LIS, which is paid by the Centers for Medicare & Medicaid Services, provides financial assistance (at levels of 100%, 75%, 50%, and 25%) for monthly Part D premiums, annual deductibles, and prescription coverage through the Part D coverage gap to low-income individuals. Medicare Part D is primary to the Delaware Prescription Assistance Program.

DPAP provides up to \$3,000 in prescription benefit coverage per person, per calendar year. Cost-sharing, in the form of a standard DPAP co-pay of \$5 or 25% of the cost of the drug, whichever is greater, is required of all DPAP clients. Medicare Part D co-pays are the responsibility of the DPAP client. For those clients with Medicare Part D coverage, DPAP benefits cover:

- a) All monthly Part D premiums (minus any applicable LIS),
- b) Prescription drug costs during the Part D deductible phase (minus the standard DPAP co-pay), and
- c) Costs incurred in the coverage gap (minus the DPAP co-pay) up to the \$3,000 benefit limit.

DPAP Enrollment and Expenditures

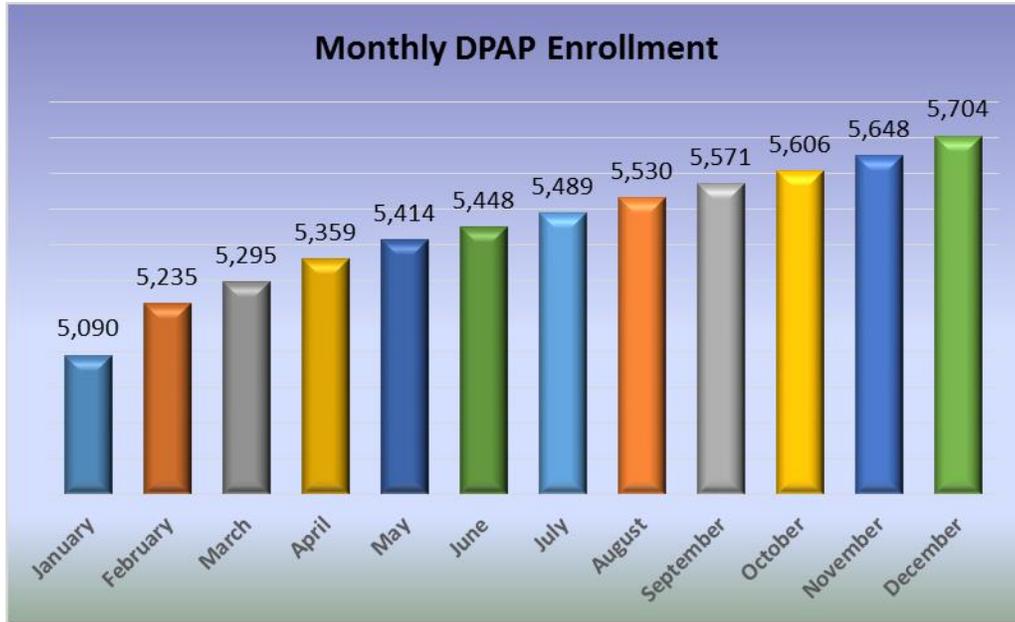
- The succeeding pages include charts and graphs providing year-end summaries of DPAP cumulative enrollment, demographics, prescription costs, PDP premium payments, and other relevant financial benchmarks monitored on an annual basis. Highlights of these reports include a total of 5,704 clients enrolled during 2015 (down from 6,088 in 2014). The 2015 annual DPAP costs of \$1,678,015 were down from \$1,867,267 in 2014.
- On average PDP premiums, for clients with LIS, was \$12.35 while the average PDP premium, for clients without LIS, was \$71.64. The total annual prescription costs for 2015 were approximately \$416,768 of these total prescription costs 92.13% were for clients who were enrolled with a PDP and .20% of these costs were for clients who were not enrolled with a PDP. NOTE: As of December 31, 2015, 5,300 clients were actively enrolled in DPAP.

DPAP Call Center

Throughout the year, inquiries about the DPAP program can be made by calling DPAP's toll-free telephone number, 1-800-996-9969, from 8:00am-4:30pm, Monday through Friday.

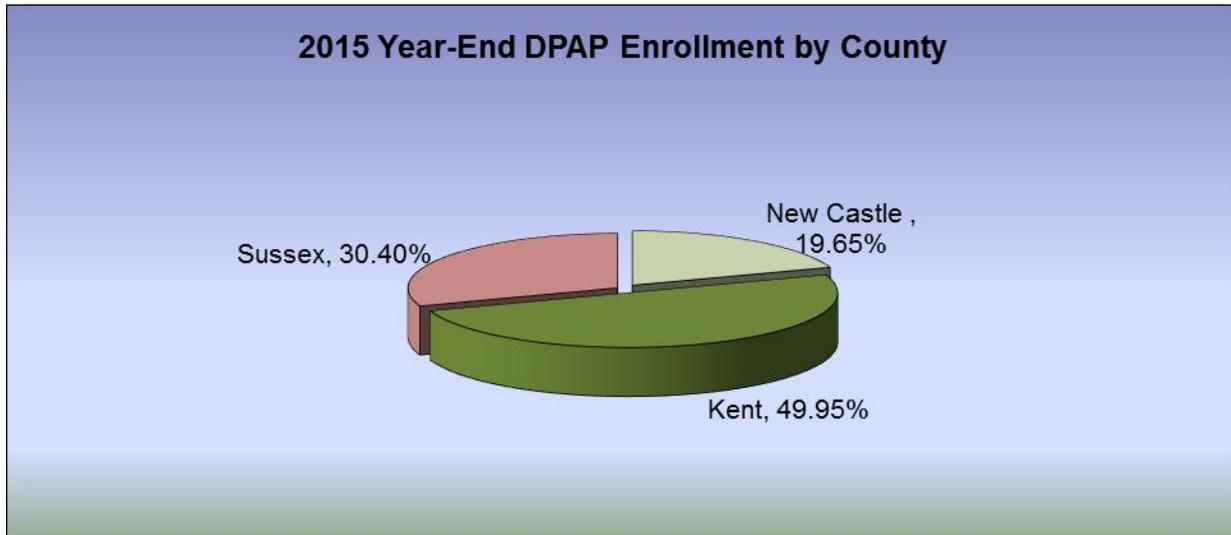
DPAP Cumulative Report

2015 Client Enrollment



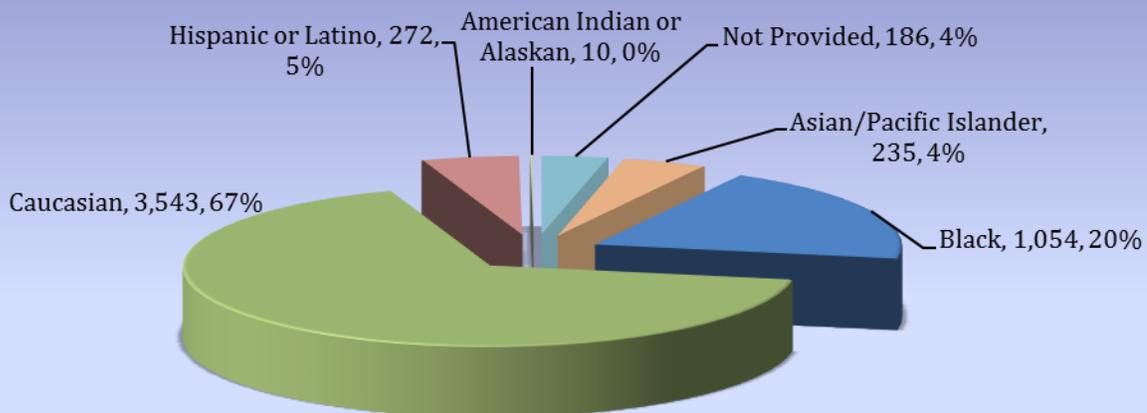
Data Source: REKR980, from the December 31, 2015 report

2015 Client Demographics



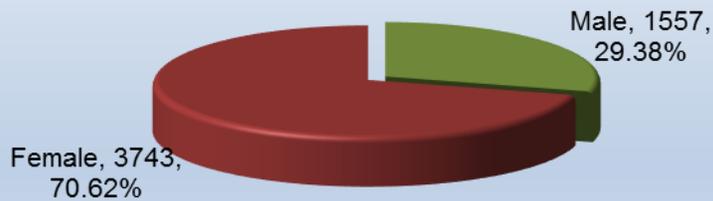
Data Source: REKR980, from the December 31, 2015 report

DPAP ENROLLMENT BY RACE



Data Source: dpapannualreport.repBusiness Objects query

2015 Year-End DPAP Enrollment by Gender *



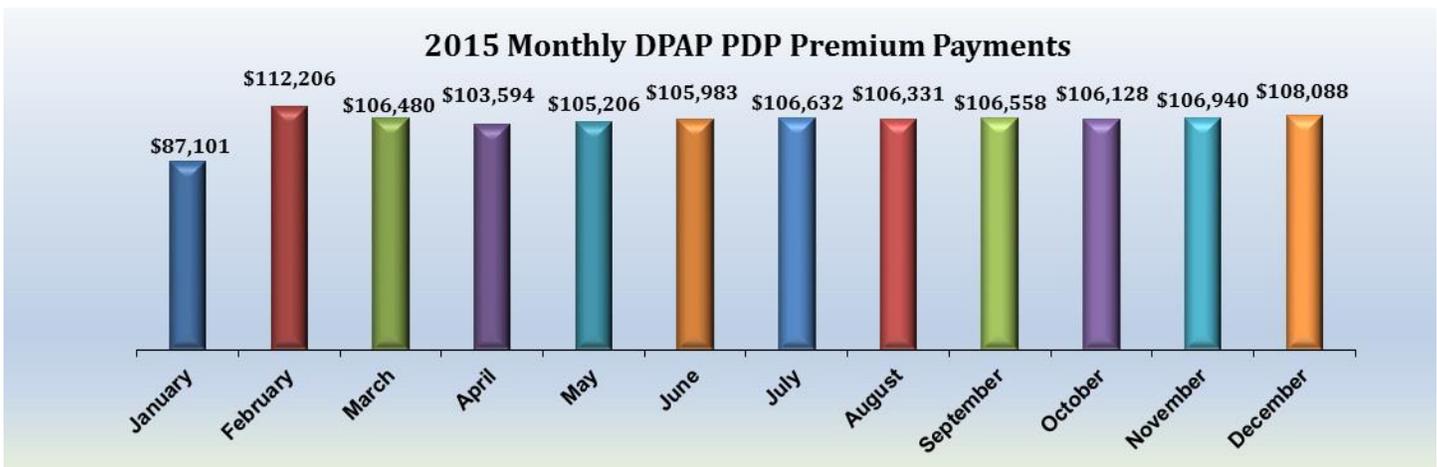
Data Source: dpapannualreport.repBusiness Objects query

2015 Financials



The chart above quantifies total DPAP dollars (by paid date) paid for any and all DPAP drug claims.

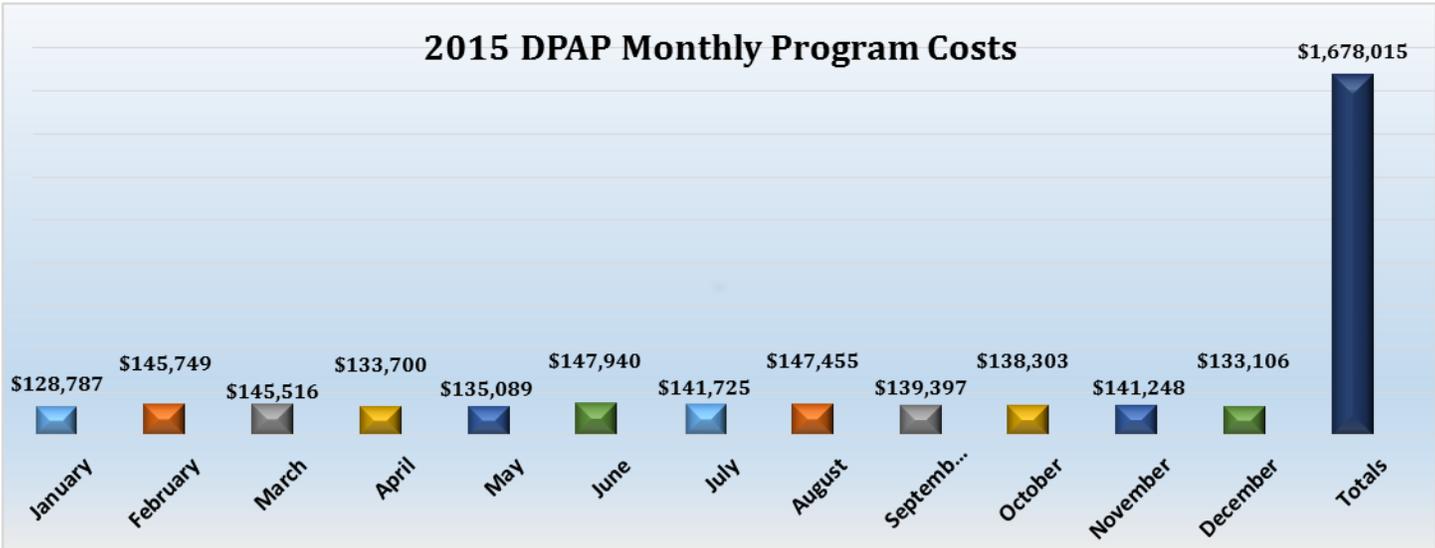
Data Source: DURR290V



The chart above shows the total PDP premium payments made for DPAP/Medicare Part D clients for each month of the year. The 2015 Monthly DPAP PDP Premium Payments chart is calculated using the 2015 Monthly DPAP Enrollment Chart and the 2015 Per Member Per Month Cost: Part D Premiums with appropriate rounding.

January DPAP PDP premium payments are traditionally lower because some clients are changing PDPs and some clients are not yet enrolled in a PDP for the year. In 2015, DPAP paid \$134,223 less for DPAP members' PDPs than in 2014

Data Source: REKR050



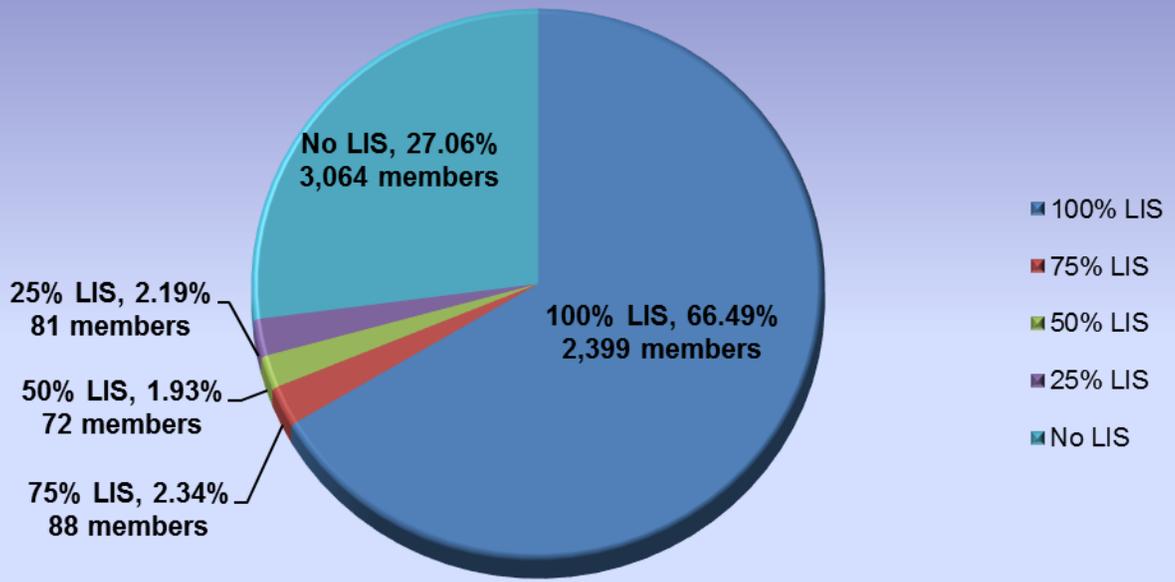
The chart above includes DPAP drug costs and PDP premium payments.



On average PDP premiums, for clients with LIS, was \$12.35 while the average PDP premium, for clients without LIS, was \$71.64

The dollar amounts in the chart above are calculated by dividing the 2015 Monthly DPAP PDP Premium Payments by each month's number of clients from the 2015 Monthly DPAP Enrollment.

2015 Percentage of Part D - LIS Breakdown



The chart above shows an annualized average, for eligible DPAP and Medicare Part D clients, of how many of those clients were and were not enrolled in Social Security’s Low Income Subsidy (LIS) “extra help” for paying PDP premiums. On average, in 2015 72.95% of the DPAP populations were qualified for LIS as opposed to 70.86% in 2014.

Data Source: Clients with DPAP and Part D PDP and LIS.rep Business Objects query, numbers above are an annualized average



The dollar amounts in the chart above are calculated by dividing DPAP’s monthly drug costs by each month’s number of eligible clients. In 2015 the average drug cost was \$6.39 and in 2014 the average drug cost was \$6.76

2015 Member Percentage of PDP Enrollment

Medicare Part D PDP	% Clients Enrolled	# Clients Enrolled
AARP MEDICARERX PREFERRED S5820-004	25.58%	1529
SILVER SCRIPT CHOICE S5601-010	10.29%	615
HUMANA PDP ENHANCED S 5884 004	8.41%	503
CIGNA HEALTHSPRING MEDCRE RX SECURE S5617-214	7.71%	461
WELLCARE CLASSIC S5967-142	6.17%	369
MA-PD CIGNA HEALTHSPRING PREF H2108-028	4.62%	276
EXPRESS SCRIPTS MEDICARE - VALUE S5660-107	3.78%	226
FIRST HEALTH PART D VALUE PLUS S5768-128	3.56%	213
AARP MEDICARERX SAVER PLUS S5921-350	3.21%	192
AETNA MEDICARE SAVER PDP S5810-039	2.98%	178
HUMANA PREFERRED RX S5884-103	2.73%	163
MA-PD AETNA MEDICARE STANDRD H5813-003	2.46%	147
CIGNA HEALTHSPRING RX SECURE-XTRA S5617-250	2.29%	137
MA-PD CIGNA HEALTHSPRING TOTAL CARE H2108-001	1.97%	118
MA-PD HUMANA CHOICE H6609-102	1.77%	106
MA-PD CIGNA HEALTHSPRNG ACHIEVE H2108-029	1.69%	101
WELLCARE EXTRA S5967-177	1.61%	96
HUMANA WALMART RX S5884-151	1.46%	87
UNITED AMERICAN ENHANCED S5755-008	1.12%	67
ENVISION RX PLUS SILVER S7694-005	0.95%	57
SYMPHONIX RITE AID VALUE RX S0522-006	0.94%	56
AETNA MEDICARE RX PREMIER S5810-175	0.90%	54
SILVERSCRIPT PLUS S5601-011	0.80%	48
FIRST HEALTH PART D PREMIER PLUS S5768-164	0.52%	31
SMARTD RX SAVER S0064-005	0.43%	26
TRANSAMERICA MEDICARERX CLASSIC S9579-004	0.43%	26
UNITED AMERICAN ESSENTIAL S5755-110	0.33%	20
MA-PD AETNA MEDICARE PRMR PL H5813-006	0.23%	14
CIGNA HEALTHSPRING RX SECURE- MAX S5617-231	0.20%	12
UNITED AMERICAN SELECT S5755-076	0.17%	10
EXPRESS SCRIPTS MEDICARE S5660-208	0.15%	9
TRANSAMERICA MEDICARERX CHOICE S9579-037	0.13%	8
MA-PD UNITED HEALTH NURSING HOME H2111-001	0.10%	6
SYMPHONIX RITE AID PRIMESAVER RX S0522-051	0.10%	6
MA-PD AETNA MEDICARE PREMIER PLAN H5521-095	0.08%	5
MA-PD AETNA MEDICARE SELECT PLUS H5521-052	0.05%	3
TEAMSTAR SILVER IBT VEBA E0654-802	0.03%	2
TEAMSTAR BRONZE IBT VEBA E0654-801	0.02%	1
CIGNA HEALTHSPRING TRADITIONS H2108-020	0.00%	0
CIGNA HEALTHSPRING PREVENTATIVE CARE H2108-032	0.00%	0
TEAMSTART PLANTINUM IBT VEBA E0654-803	0.00%	0
TOTAL	100.00%	5,978

The chart published on the previous page shows, for clients eligible for DPAP and Medicare Part D, how many clients were enrolled in each PDP as of the end of the year.

NOTE: The number of clients enrolled in the above chart is higher than the DPAP enrollment number due to a duplicated count since clients have the ability to change PDPs throughout the calendar year. The total includes clients enrolled in multiple PDPs.

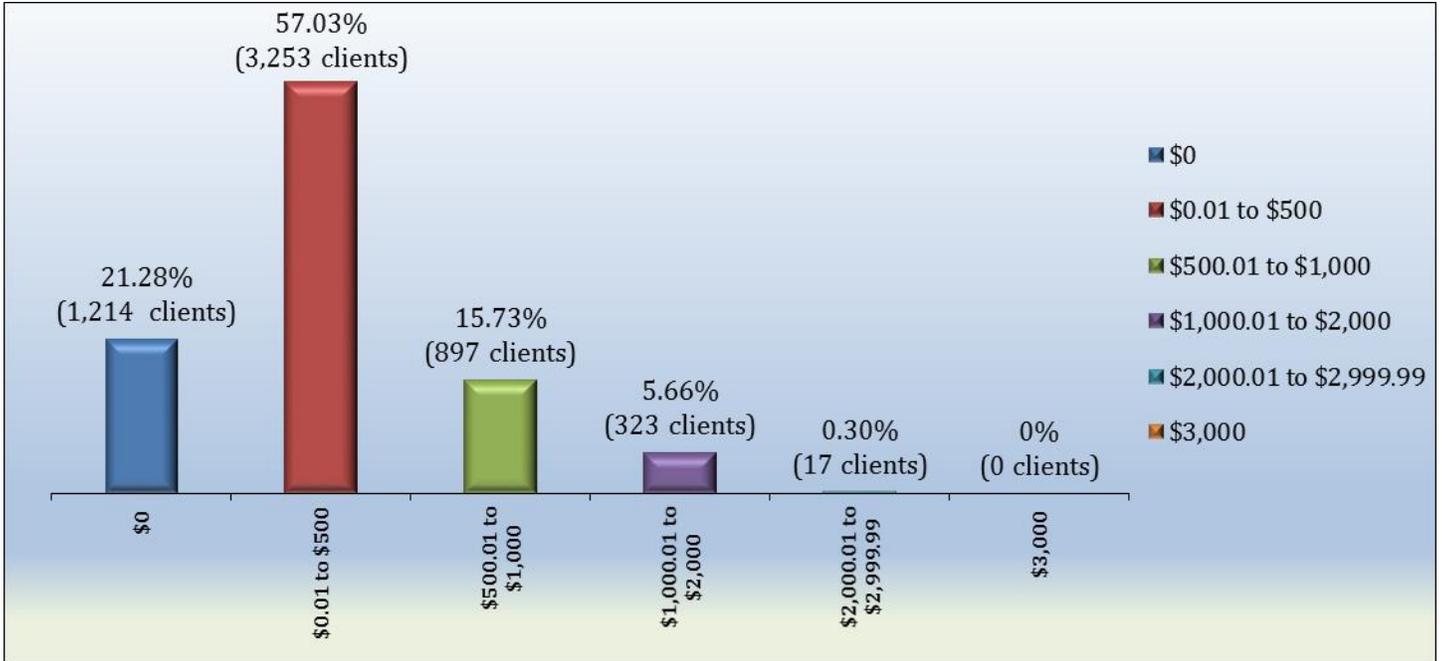
During 2015 Clients could choose from PDPs, offering a total of 41 plans, in which 58.16% of them were enrolled in the following five PDPs: AARP, Silver Script, Humana, Cigna Healthspring, and WellCare.

Data Source: DPAP Part D Plan Count 2015.rep Business Objects query

2015 Delaware PDP Premium Statistics

PDP	Lowest Premium	Highest Premium	Average Premium
AARP	\$28.40	\$46.50	\$35.17
AETNA	\$24.00	\$120.00	\$49.10
CIGNA-HEALTHSPRING	\$0.00	\$127.10	\$37.80
ENVISION	\$30.80	\$30.80	\$30.80
EXPRESS SCRIPTS	\$31.20	\$56.00	\$43.60
FIRST HEALTH	\$37.60	\$94.60	\$66.10
HUMANA	\$15.70	\$55.60	\$30.65
SILVERSCRIPT	\$26.00	\$85.30	\$55.65
SMARTD	\$28.60	\$28.60	\$28.60
SYMPHONIX	\$30.40	\$90.80	\$60.60
TEAMSTAR	\$26.00	\$122.00	\$68.33
TRANSAMERICA	\$29.40	\$40.10	\$34.75
UNITED AMERICAN	\$23.70	\$68.20	\$42.07
WELLCARE	\$32.80	\$55.80	\$44.30

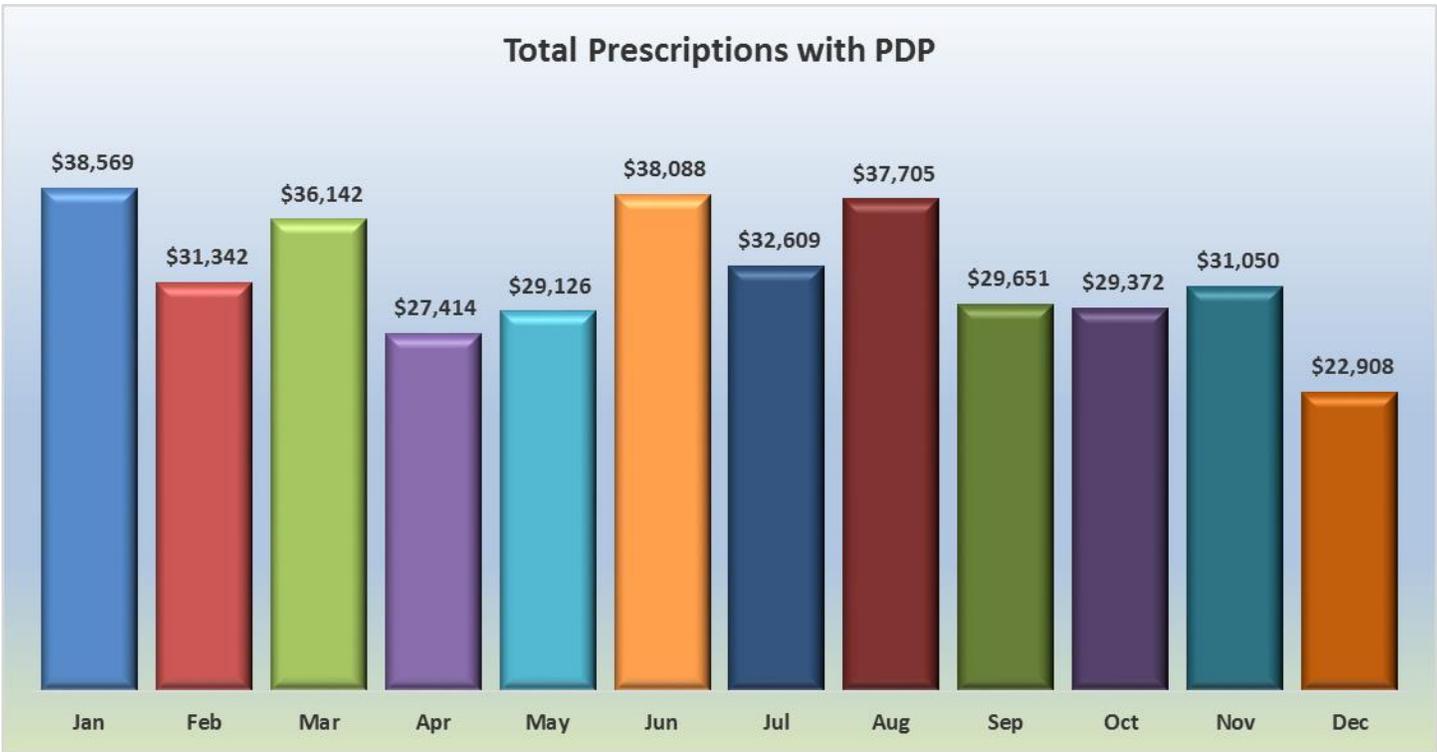
2015 Percentage of DPAP Population Utilizing Annual Benefit



The chart above shows, for all clients enrolled in DPAP for at least part of the year, what percentage of their \$3,000 DPAP benefit those clients used during the year - including both DPAP-covered drugs and PDP premium payments.

Data Source: Client and Paid Amount.rep Business Objects query

DPAP Drug Costs (With Prescription and Over the Counter) and PDP Status



Approximately 92.13% of annual drug costs

Data Source: SQL Query on Drug cost for the year 2015

(NOTE: Monthly dollar amounts will not match the 2015 Monthly Drug Costs Chart totals as this query was run after voids and adjustments occurred).



Approximately 0.20% of annual drug costs

Data Source: SQL Query on Drug cost for the year 2015

(NOTE: Monthly dollar amounts will not match the 2015 Monthly Drug Costs Chart totals as this query was run after voids and adjustments occurred)



Approximately 7.65% of annual drug costs

Data Source: SQL Query on Drug cost for the year 2015

(NOTE: Monthly dollar amounts will not match the 2015 Monthly Drug Costs Chart totals as this query was run after voids and adjustments occurred)



Approximately 0.00360% of annual drug costs

Data Source: SQL Query on Drug cost for the year 2015

(NOTE: Monthly dollar amounts will not match the 2015 Monthly Drug Costs Chart totals as this query was run after voids and adjustments occurred)