



Financial Management Group

**RE: Updated October – December 2026 Phased-
Down State Contribution Final Per Capita Rates**

September 25, 2026

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) requires that the Centers for Medicare & Medicaid Services (CMS) notify each State, no later than October 15 of each calendar year (CY), of its annual per capita drug payment expenditure amount for the following year. Payments for the phased-down State contribution are made on a monthly basis. These payments are defined by the MMA to be the product of the annual per capita full dual-eligible drug payment amount and the monthly State enrollment of full-benefit dually eligible beneficiaries.

This letter¹ is to notify you of changes to the phased-down State contribution per capita rates for October through December 2026. The updated rates for these months are shown in Attachment 1.

For inquiries regarding data reporting and dual eligibility, please contact:

- MMCO_MMA@cms.hhs.gov

For inquiries regarding State-Phased Down (SPD) Billing Procedures and System-related inquiries, please contact:

- Keith.Johnson@cms.hhs.gov and Fanta.Bowman@cms.hhs.gov
- Phyllis.Martin@cms.hhs.gov and DMEPSEDBSSStaff@cms.hhs.gov

For inquiries regarding the Part D per capita rate calculations:

- Christopher.Truffer@cms.hhs.gov
- Nicholas.Feehley@cms.hhs.gov

Sincerely,

Rory Howe
Director

¹ For distribution request of this letter please go to [Medicare.gov](https://www.Medicare.gov), select “Sign-up for Website and Program Update” then select the “CMCS Informational Bulletin” Subscription topic.

ATTACHMENT 1: Phased-Down State Contribution Rates for October – December 2026

State	State Name	October - December 2026 Rates
AL	Alabama	106.23
AK	Alaska	272.87
AZ	Arizona	104.26
AR	Arkansas	104.49
CA	California	189.63
CO	Colorado	244.34
CT	Connecticut	300.60
DE	Delaware	191.16
DC	District of Columbia	107.81
FL	Florida	233.78
GA	Georgia	145.06
HI	Hawaii	145.48
ID	Idaho	176.80
IL	Illinois	231.32
IN	Indiana	176.08
IA	Iowa	190.18
KS	Kansas	192.13
KY	Kentucky	138.35
LA	Louisiana	153.26
ME	Maine	168.65
MD	Maryland	256.78
MA	Massachusetts	201.28
MI	Michigan	124.89
MN	Minnesota	241.10
MS	Mississippi	85.61
MO	Missouri	214.79
MT	Montana	196.83
NE	Nebraska	233.50
NV	Nevada	189.27
NH	New Hampshire	285.46
NJ	New Jersey	307.13
NM	New Mexico	95.04
NY	New York	226.45
NC	North Carolina	180.63
ND	North Dakota	202.82
OH	Ohio	213.06
OK	Oklahoma	127.29
OR	Oregon	209.75
PA	Pennsylvania	225.64
RI	Rhode Island	206.06
SC	South Carolina	106.48
SD	South Dakota	247.59
TN	Tennessee	205.80
TX	Texas	158.95
UT	Utah	217.73
VT	Vermont	198.11
VA	Virginia	258.51
WA	Washington	244.82
WV	West Virginia	117.22
WI	Wisconsin	197.01

WY	Wyoming	270.29
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