

## AMCP 2021 Legislative and Regulatory Priority Issues & Strategies

March 4, 2021

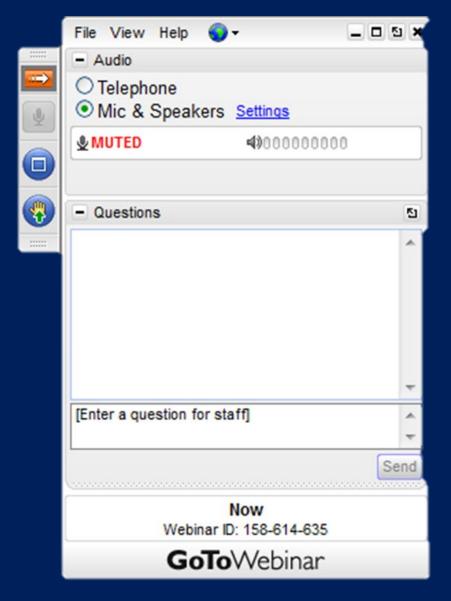


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#### How to Ask a Question



#### **Presenters**





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#### Rising Cost of Medications Platform





#### AMCP stands against racial injustice





#### 2021 Legislative/GR Priority Setting Process

- 1. Inputs
  - Member Survey
  - PPC & LRAC Committees
  - AMCP Leadership/Staff
  - AMCP Strategic Initiatives
  - External Federal & State Governments
  - Leadership/Board
- 2. Public Policy Committee & LRAC Joint Priority Setting Meeting (Nov. '20)
- 3. State Advocacy Leaders Program Revamp



#### 2021 Government Relations Priority Issues

- Rising Cost of Pharmaceuticals and Price Transparency
- Shift from Fee-For-Service to Value-Based Care
- Promote Managed Care Pharmacy Strategies





Rising Cost of Pharmaceuticals and Price Transparency





Shift from Fee-For Service to Value-Based Care





Promote
Managed Care
Pharmacy
Strategies





# POLICY & ADVOCACY GRASSROOTS ADVOCACY LEGISLATIVE & REGULATORY ISSUES LETTERS, STATEMENTS & ANALYSIS POLICY & ADVOCACY FOCUS AREAS AMCP Policy Digest Where We Stand Position Statements

POLICY RESOURCE CENTER

#### AMCP Annual Government Relations Priority Issues











#### **AMCP Annual Government Relations Priority Issues**

Each year, AMCP establishes policy and government relations priority issues that become the focus of AMCP's advocacy efforts for that year. The priority issues are developed during a joint meeting of the Public Policy Committee and the Legislative and Regulatory Action Committee (LRAC). At that meeting, Committee members and AMCP staff review the results of an AMCP member survey and discuss relevant federal and state legislative and regulatory actions that impact managed care pharmacy. After careful consideration of AMCP's strategic initiatives, member input, and pertinent legislative and regulatory actions, the committees develop recommendations, which are reviewed by the Board before a final decision is made on the year's priority issues

AMCP staff and committee members focus on strategies where AMCP can be most effective in these targeted priority issue areas. Participation in response to grassroots alerts is every AMCP member's opportunity to engage in those efforts. Your participation is a key element of AMCP's overall efforts to ensure that the voice of managed care pharmacy is heard by federal and state legislatures and regulators

• 🔁 AMCP 2021 Government Relations Priority Issues

https://www.amcp.org/policy-advocacy/policy-advocacy-focus-areas



#### **AMCP 2021 Federal Legislative Agenda**

- 1. Pharmaceutical Information Exchange (PIE) Legislation
- 2. COVID-19 Relief
- 3. Drug Pricing
- 4. Managed Care Tools

\* Additional State-level priorities will be discussed later



## Pre-approval Information Exchange (PIE)

A crucial effort to ensure payers have access to critical information and research-based evidence to provide timely coverage decisions and patient access when new therapies come to market

Improves and increases patient access to emerging pharmaceuticals and devices



#### **CURRENT SYSTEM**

**IMPACT:** Patient access to medications is delayed because payers and health plans must wait to review the clinical trial information once the medication is approved by the FDA.

#### PIE -What?



**Payer evaluation** 

of clinical trial information



#### A BETTER SYSTEM

**Patient** 

access

**IMPACT:** Proactive distribution of clinical trial information to payers and health plans so they can make expedited coverage decisions upon FDA approval.

access

#### PIE – Why?

To expedite coverage decisions for and patient access to emerging therapies, including those granted breakthrough designation

Essential throughout the COVID-19 public health emergency

To anticipate
a new
indication and
properly plan for
its impact on
budget and
patient
populations

Important for evolution of the health care system from fee-for-service to value-based care



#### PIE – Next Steps

Urge Congress to introduce and support legislation codifying current regulatory safe harbors that allow for proactive pre-approval information exchange between manufacturers and health care decision-makers

This legislative safe harbor for PIE will confirm that the proactive dissemination of certain information does not violate the prohibitions against preapproval promotion and does not run afoul of the labeling, misbranding, and intended use provisions of the Federal Food, Drug, and Cosmetic Act and its regulations on implementation



#### Federal Regulatory Issues

- Medicare Part D Rebate Rule
- Most Favored Nation (MFN) Model Interim Final Rule
- FDA Prescription Drug Importation Final Rule
- Medicare Coverage of Innovative Technology (MCIT) Final Rule
- Value-Based Pricing Rules
- COVID-19 Regulatory Update





#### Medicare Part D Rebate Rule

- Final Rule released Nov. 20, 2020 by HHS OIG
- Eliminates the safe harbor protections for manufacturer price concessions offered to plan sponsors or their contracted PBMs and establishes two new safe harbors.
- In response to their lawsuit, PCMA reached an agreement with the Biden administration, approved by a federal judge, to postpone the effective date of the rebate safe harbor elimination to January 1, 2023.

#### **Most Favored Nation Model**

- Released on Nov. 20, 2020 as an Interim Final Rule with Comment Period (IFC)
- Mandatory, nationwide demonstration which includes all Medicare Fee-for-Service beneficiaries
- Initially includes 50 medications that account for the largest percent of Part B spending
  - More drugs added annually as new drugs
- Model was slated to begin Jan. 1, 2021
  - California court granted a preliminary injunction



#### FDA Prescription Drug Importation

- FDA Issued Final Rule on Sept. 24, 2020
- Provides FDA-authorized programs to import specific drugs from Canada

 Importation plans would be administered by states or Indian tribes after authorization by the FDA and would specify the drugs eligible for importation

### Medicare Coverage of Innovative Technology (MCIT)

- Final Rule released Jan. 12, 2021, effective March 15, 2021
- CMS details the establishment of a coverage pathway for new, innovative medical devices approved by the FDA
  - Allows Medicare beneficiaries faster access to these breakthrough technologies
  - Applies to devices that receive market authorization by the FDA through the agency's Breakthrough Devices Program, including digital therapeutics



#### Value-Based Pricing Rules

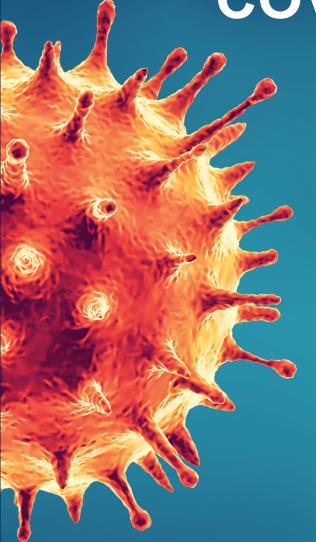
Medicaid Best Price Final Rule

 Physician Self-Referral Rule Exceptions for Value-Based Arrangements Final Rule

Anti-Kickback Statute Value-Based Arrangements Safe Harbors
 Final Rule

HIPAA Privacy Rule Modifications

#### COVID Specific Rules & Regulations



- September 9<sup>th</sup> rule permits pharmacists to:
  - "Order vaccine"
  - > Administer vaccine
  - > Restricts authority to those aged 3 years old and older
  - Preempts state laws that would effectively prohibit this
- Previous rule broadened access to Medicare telehealth services

## State Policy Priorities and Strategies



#### **State Priorities**

- Promote meaningful transparency on drug pricing and patient cost-sharing
- Advocate for the development of clear metrics to shift pharmaceutical payments to value-based care
- Encourage data sharing and interoperability of electronic health records
- Promote AMCP's position on formulary requirements, tier restrictions, and coverage mandates
- Support the use of managed care tools



#### Other State Issues Being Monitored

- Pharmacy benefit managers
- Importation
- Provider status
- Regulatory issues





#### **State Strategies**

- Perform 50-state needs assessment
- Grassroots and grasstops advocacy
  - Create grassroots campaigns on relevant state bills
  - Engage State Advocacy Leaders to connect with their state legislators
  - Track activity through report form on AMCP's website





- Develop "grasstops" relationship with state legislators
- Participate in grassroots advocacy campaigns and report actions
- Encourage other AMCP members to engage in grassroots campaigns and report actions
- Campaigns may take several different forms Examples: Email, social media, phone calls
- Occasionally present on AMCP advocacy issues Affiliate meetings/days of education Student chapters if/when possible
- Help coordinate state legislative days if/when possible





- amcp.org/state-advocacy-leaders
- https://www.amcp.org/policy-advocacy/grassrootsadvocacy/report





ABOUT EDUCATION & MEETINGS

RESOURCE CENTER

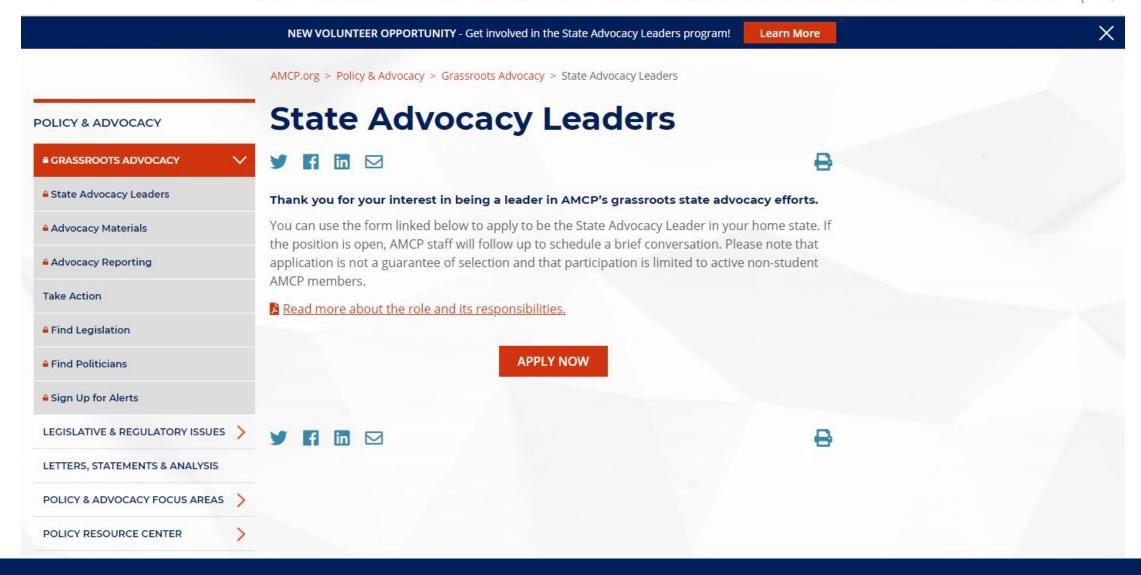
JMCP

CORPORATE OPPORTUNITIES

POLICY & ADVOCACY

MEMBERSHIP

Q





#### **AMCP Resources**

- AMCP Grassroots Advocacy Center
- AMCP Policy Digest
- Monthly Legislative and Regulatory Briefing
- Policy Statements
- Website Resources



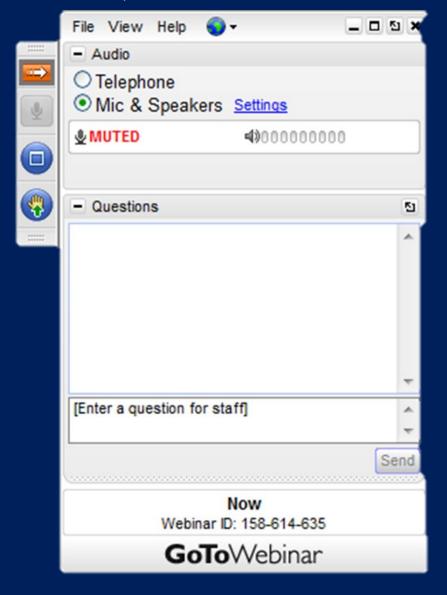
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#### How to Ask a Question



### **Question and Answers with our Presenters**





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