January 2018

## **The Drug Deal**

Building Support for Prescription Drug Price Transparency Caitlin Westerson, Policy Manager





# **The Background**

How did we get here?

### **Advocacy Overview**



In 2016, CCHI completed a membership survey that indicated prescription drugs as a top issue for

Colorado consumers. CCHI (1) formed a prescription drug workgroup made up of our members and partners, and (2) supported several efforts aimed at addressing prescription drug costs:

- Regulatory Bulletin 4.82
- HB16-1102
- HB17-1318

### **Policy Overview**

2018 bills related to prescription drug costs:

Drug Pricing Transparency (DPT)

#### **Drug Pricing Transparency**

90 day advanced notice any time a drug price increases more than 10% over the previous 2 years; Quarterly reporting by drug companies; Annual reporting by carriers on on top 25 drugs

#### Anti-Price Gouging

#### **Anti-Price Gouging**

Gives the Attorney General the authority to sue generic drug manufactures for 'price gouging,' define as a 50% increase in price over the previous year

Wholesale Importation Program

#### Wholesale Importation Program

Directs State Department of Health Care Policy and Financing to design a wholesale importation program and seek approval from HHS; implement program if approved

PBM Anti-Gag clause & Clawvback

#### **PBM Anti Gag-Clause & Clawback**

Prohibits 'gag clauses' in contracts between pharmacies and Pharmacy Benefit Managers (PBMs); reduces PBM clawback



### **Political Overview**

Senate Republican majority by 1 seat

House Democratic majority by several seats

**Governor** Democrat; 2018 is a Colorado gubernatorial election year with almost 20 candidates!

Legislative Session January to May; 120 days



# The Strategy

How do we move forward?

# **Building a Coalition**

Things to consider:

- How will you manage your coalition?
- How can you leverage existing relationships to build support?
- Who do you need to form relationships with to gain diversity among your supporters?
- How do you minimize any opposition?

CONSUMER ADVOCACY ORGANIZATIONS CAN FIND COMMON GROUND WITH OTHER ORGANIZATIONS THAT CARE ABOUT COST CONTAINMENT IN THE HEALTH CARE SYSTEM





Room to negotiate

Spread the opposition thin

Maximum exposure for education and awareness

**Polling** for state-specific results

# Lessons Learned

- Consideration of an election year vs. non-election year
- Contract lobbyist involvement
- Time! Time! Time!

### Thank you!

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