

August 10th, 2022 Ashley Seyfarth, PharmD Owner, Kare Drug | Aztec & Bloomfield, NM Chair, NM Pharmacy Business Council

Mical Lansford, PharmD
Owner, Roden-Smith Pharmacy | Clovis, NM
Director, NM Pharmacy Business Council



Pharmacy Issue: Barriers to Patient Access

- Access to Pharmacy Care = Access to Healthcare
 - When patients cannot reliably obtain their medications, it leads to expensive hospital and ER care
 - Rural NM has experienced an unprecedented decrease in primary-care providers
- Pharmacist training & education are underutilized.
- OVERALL costs continue to rise even though pharmacy reimbursement has consistently declined for years.
- Anti-competitive PBM practices harm patients & pharmacies.



Solution: Use Pharmacists at Full Capacity

• Allow pharmacists to practice at the top of our license:

- Pharmacists should be permitted to prescribe over-the-counter drugs and medical supplies
- Pharmacists should be permitted to test & treat (strep, COVID, flu, etc.)
- Pharmacists should be permitted to conduct therapeutic interchange
 & substitution to favor lower-cost drugs

Reimburse pharmacists for clinical services:

- o Increases patient access to care
- Decreases hospital stays & use of emergency services
- O Decreases the time needed to access care & start treatment
- Allows primary-care providers to focus on preventive care & outcomes



Solution: Medicaid Pharmacy Benefit Reform

New Mexico Can Manage Its Own Preferred Drug List:

- 9 states do so AR, CO, IA, KS, LA, NC, NE, TX, VA
- Cost savings in generic use (and biologics) vs. brand-name drugs
- NM can access supplemental manufacturer rebates
- Create a partnership with UNM College of Pharmacy for drug utilization committee based on medication efficacy vs. current process that considers only rebate money
- States saved an average of \$57 million in 2017 (CMS)

Medicaid Pharmacy Carve-Out:

- 8 states do CA, MO, ND, NY, OH, TN, WI, WV
- HUGE documented savings!!
- Reimburses front line pharmacies at fair & sustainable level
- Simplifies & creates a uniform Medicaid formulary
- Provides transparency in drug spending
 - A.G. Balderas \$13.7 million Centene
 Corporation settlement due to subsidiaries'
 pricing & reporting of pharmacy benefits in Medicaid

Solution: Continue PBM Reforms

- Allow real patient choice & eliminate mandated mail order:
 - A PBM may not reimburse a pharmacy for a prescription drug or pharmacy service less than the amount that the PBM reimburses itself or its affiliate for the same prescription drug or pharmacy service
- PBMs may not reimburse a pharmacy for a prescription drug less than the national average drug acquisition cost (NADAC):
 - Must include reasonable dispensing fees adjusted annually to reflect increased costs to pharmacies
- Prohibit unethical PBM Steering:
 - Harassing phone calls, constant inaccurate/misleading letters to patients, co-pay manipulations

