

Carl Schmid HIV+Hepatitis Policy Institute

Tuesday September 21, 2021



### DISCLOSURE OF CONFLICT OF INTEREST

HIV+Hepatitis Policy Institute receives funding from Gilead and Merck.





### **PrEP Programs**

#### **Coverage by various payers**

- Private Insurance
- Medicaid
- Medicare

#### **Government Programs**

- · CDC
- Community Health Centers
- Ready, Set, PrEP

#### Filling in the Gaps & Planning for the Future

- Role of Ryan White Program
- Congressional Legislation
- Funding





### Private Insurance: PrEP Coverage Requirements

**Affordable Care Act** requires non-grandfathered individual and small group plans to cover preventive services with no cost-sharing

June 2019: U.S. Preventive Services Task Force (USPSTF) issues "A" rating for PrEP for certain at-risk populations

January 2021: All Essential Health Benefit plans must cover PrEP w/o cost-sharing





### **Federal Actions**

#### Included in <u>healthcare.gov list of preventive services</u>

Some plans link to this list

#### FAQ issued July 2021

- PrEP & ancillary services must be covered w/o cost-sharing
  - Enforcement begins after 60 days
- No restrictions on frequency; any medically appropriate limits must have expedient exceptions process
- If provider determines a certain Rx is "medically inappropriate" no cost sharing





### **Next Steps with Insurance Plan Requirement**

#### **Publicize**

- Consumers
- Regulators
- Insurance Companies
- Providers

#### **Enforce**

- Drug Coverage
- Ancillary Services
- Exceptions Process
- Transparency





### 2021 Plan Review

### Spot check of formularies during Open Enrollment Period (Nov. 2020)

- Many plans in compliance
  - Offering at least 1 PrEP Rx w/o cost-sharing
- But several not & transparency issues

### Redid Spot Check (March & July 2021)

 Greater compliance, some transparency improvements, but still some violations



## CareSource - Georgia

Drug Name	Drug Tier	Requirements / Limits
TRUVADA	2	
DESCOVY	2	
emtricitabine- tenofovir (tdf) oral tablet 200-300 mg	0	



# **Oscar 2021 Formulary**

Drug Name	Drug Tier	Requirements/Limits
TRUVADA TAB 200-300 (emtricitabine- tenofovir disoproxil fumarate)	2	QL (30 tabs / 30 days); \$0 copay for pre- exposure prophylaxis
DESCOVY TAB 200/25MG (emtricitabine- tenofovir alafenamide fumarate)	2	QL (30 tabs / 30 days); Exception process available for \$0 copay when medically necessary for pre- exposure prophylaxis



# **Examples of Plan Violations**

	Medical Mutual (OH)	ConnectiCare (CT)	Kaiser Permanente (GA)
Truvada:	Not covered	Tier 4 (notes Generic Available)	Not covered
Descovy:	Tier 4	Tier 4	Tier 5
Generic:	Tier 4		Tier 2 (Preferred Generic)
Preventive Drugs:	Tier 5	Tier 0 Separate Document listing all ACA Rx, PrEP not included	ACA
Formulary Updated:	8/1/2021	7/1/2021	7/8/2021



### **Violations & Transparency Issues**

**Kaiser Permanente (WA):** Generic Truvada on Tier 1 and brand PrEP Rx's on Tier 4, but one should be Tier P

**Kaiser Permanente (DC/MD/VA):** Generic Truvada on Tiers 1 and 3, Descovy on Tier 2, but one should be marked "PRV"

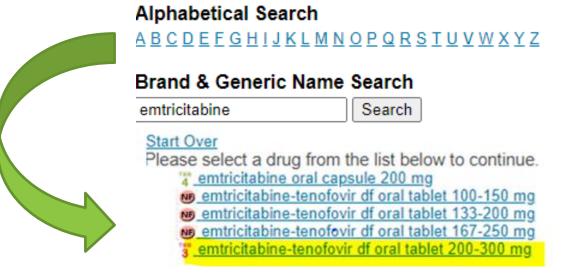
Separate Document Listing Preventive Drugs, PrEP included

Many plans place on high tiers, but then if you click for additional information, \$0 cost sharing

Lack of Consistency for Preventive Rx: Tier 0, Tier 1, Tier 5, Tier 7, Tier P, \$0, "Prev", 'PRE" or "ACA"



### **Anthem Drug Formulary**



Results						
Brand Name penals name	Therapeutic Class Sub-Class	Dose/Strength	Status	Notes & Restrictions		
emtricitabine-tenofovir df oral tablet 200-300 mg	"Antivirals." "ANTIRETROVIRAL COMBINATIONS****	Tablet 200-300 MG	TIER 3	Fax more info Conical Conical Conical SO		



### **Next Steps for Compliance**

Review plans to ensure at least 1 PrEP Rx \$0 cost-sharing

And for others, if medically necessary

Ensure coverage of ancillary services w/o cost-sharing

Track beneficiary complaints

File complaints with Plans & State Insurance Regulators

Transparency of Preventive Services





### The Future

#### Long-acting injectable, oral, & implants

- Most Likely will have to undergo a review by USPSTF
  - Even updates take over 1 year
  - Then plans have at least one year for compliance
- Will need updated federal guidance
  - Usually require plans to cover at least one form of preventive service w/o cost-sharing



### **Medicaid & Medicare**

#### State Medicaid Programs cover PrEP

But many states not expanded Medicaid to all low-income individuals

#### Medicare

- PrEP Covered under Medicare Part D
- All ARV's must be covered
- Beneficiary cost-sharing applies





### **Government Programs: CDC**

#### Traditional CDC HIV Programs (\$755 m)

- PrEP Outreach & Education
- No grant funding allowed for Rx's & Ancillary Services

#### Ending the HIV Epidemic (EHE) Programs (\$175 m)

- PrEP Outreach & Education
- Ancillary Services
- No grant funding allowed for Rx's

#### **Letter to CDC Leadership urging**

Change to allow all HIV Grantees to Fund Ancillary Services

Accounting of State EHE funding for PrEP



### **Government Programs: 340B**

# STD Clinics, Ryan White Grantees, Community Health Centers & other clinics w/340B pharmacy

- Utilize 340B program to buy drug at discount
- Collect income used to set up PrEP outreach programs & pay for ancillary services
- Income being reduced due to:
  - Reimbursement from free Rx program
  - Use of generic PrEP





### **Government Programs: Community Health Centers**

- 1,400 Health Centers across the country
- Serve uninsured, under insured, & insured
- Serve 1 in 11 people in the U.S.- almost 30 million
- 1 in 3 individuals living in poverty
- 37 percent clients Hispanic/Latino
- 22 percent clients Black/African American
- Many Ryan White Clinics are Community Health Centers
- Utilize 340B program to support PrEP & client's insurance/coverage



### **Government Programs: Community Health Centers**

#### **New EHE Funding for PrEP**

- FY2020: \$54 million
   195 health centers in EHE jurisdictions that are also Ryan White clinics
- FY2021: \$48 million
   108 health centers in EHE jurisdictions
   Awards start date: Sept 1
- FY 2022: \$50 million Proposed 140 health centers

Total: \$152 million/443 health centers





### **Government Programs: Ready, Set, PrEP**

Free PrEP Rx for uninsured

Underutilized

No coverage of ancillary services

Clinics prefer to use 340B program to collect income





### Planning for the Future

Many Existing Gaps

New PrEP Options on the Horizon

Should the Ryan White Program be modified?

Congressional Bills

- Rep. Bonnie Watson-Coleman
- Sen. Tina Smith

Increased Funding for CDC & Community Health Centers





### **THANK YOU!**

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