September 12, 2018

The Honorable Mitch McConnell Majority Leader U.S. Senate Washington, D.C. 20510

The Honorable Paul Ryan Speaker of the House of Representatives U.S. House of Representatives Washington, D.C. 20515 The Honorable Charles Schumer Minority Leader U.S. Senate Washington, D.C. 20510

The Honorable Nancy Pelosi Minority Leader U.S. House of Representatives Washington, D.C. 20515

Dear Leader McConnell, Leader Schumer, Speaker Ryan and Leader Pelosi:

We, the undersigned organizations, are deeply concerned with the recent memo from the Centers for Medicare and Medicaid Services (CMS) that changes long-standing policy and allows Medicare Advantage (MA) plans to implement step therapy to manage Part B drugs in circumstances where applicable. Original Medicare policies do not require step therapy. The new policy takes effect beginning January 1, 2019. CMS' sudden and disruptive decision to allow the inappropriate use of step therapy policies is inconsistent with the requirement that MA plans provide coverage consistent with Original Medicare and threatens to restrict access and decrease therapy choices for patients. This could put patients' health at risk and potentially creates long-term health care issues in the process. Absent significant patient protections, we urge CMS to withdraw this memo and reinstate the 2012 memo for the sake of the millions of beneficiaries who rely on Medicare to access needed care.

Our concerns grow from the direct negative experiences that many of our organizations' members have had with step therapy. As a result of insurers' step therapy (also known as "fail first") policies in the commercial market, patients have experienced delayed and restricted access to needed treatments which can impact quality of care, while physicians have experienced significantly increased administrative burdens. At a time when policymakers are seeking reforms that empower and engage patients, and reduce needless provider burden, the CMS guidance is a step in the wrong direction for Medicare and seniors.

Fail first policies limit the options available for patients and their physicians to treat conditions, forcing individuals to try the treatment that is preferred by the insurance company (often an older, cheaper medicine) rather than the medicine prescribed by the physician. Medical literature and news media are rife with data on the negative effects of these policies on patients and caregivers. That's because each patient has different needs, and often the treatment that best meets an individual's clinical circumstances and preferences conflicts with an insurer's one-size-fits-all step therapy requirement.

For example, a patient with rheumatoid arthritis (RA) may require a disease-modifying biologic medication to control his or her symptoms and prevent further joint damage. However, step therapy rules could force a patient to first try an older, cheaper RA medication that could lead to pain, limited mobility, and long-term joint damage. Patients with many other complex diseases that involve treatment with physician-administered medicines – such as cancer, macular degeneration, Crohn's

disease or colitis, multiple sclerosis, and neurological disorders – face similar barriers under fail first policies.

Despite the well-recognized patient access risks of step therapy, CMS' August 7, 2018 memo lacks basic patient safeguards that should be included in any utilization management policy. This includes, for example, a lack of adequate standards and transparency to ensure that any step therapy policies are clinically appropriate and evidence based. It also lacks a timely and accessible process for patients to seek exceptions to a step therapy requirement, and protections against potential increases in cost sharing for some patients who may be forced to try a Part D drug instead of a Part B drug that was their physician's first choice. Additionally, CMS' aggressive implementation timeline and lack of clarity around treatment "grandfathering" casts uncertainty on many beneficiaries' ability to continue treatment with their ongoing therapies.

Policies that sacrifice the health of patients in the hope of cutting program costs undermine the promise Medicare represents for so many individuals. We ask members of Congress to encourage the Trump administration to consider alternative solutions, like clinically appropriate utilization management, that instead utilize evidence-based guidelines designed with the input of medical practitioners, patients and advocates. By strengthening the critical doctor-patient relationship rather than insurance companies' bottom lines, Congress can improve the widely popular Medicare program through sensible, effective and tailored reforms.

We look forward to seeing your progress on behalf of patients in the coming weeks.

Sincerely,

1in9: The Long Island Breast Cancer Action Coalition Advocates for Responsible Care (ARxC) Aging2.0 Denver Chapter Alabama Academy of Ophthalmology Alabama Society for the Rheumatic Diseases Alaska Rheumatology Alliance Alliance for Aging Research Alliance for Patient Access (AfPA) Alliance for the Adoption of Innovations in Medicine ("Aimed Alliance") Alzheimer's & Dementia Resource Center Alzheimer's and Dementia Alliance of Wisconsin American Academy of Allergy, Asthma & Immunology (AAAAI) American Academy of Dermatology Association American Academy of Ophthalmology American Association of Clinical Urologists American Autoimmune Related Diseases Association (AARDA) American Behcet's Disease Association (ABDA) American College of Rheumatology American Kidney Fund American Medical Women's Association American Osteopathic Association American Society of Cataract and Refractive Surgery American Society of Clinical Oncology (ASCO) American Urological Association Anticoagulation Forum Arizona Bioindustry Association, Inc. (AZBio) Arizona Myeloma Network Arthritis Foundation Association of Black Cardiologists Association of Community Cancer Centers (ACCC) Association of Idaho Rheumatologists (AIR) Association of Northern California Oncologists (ANCO) Association of Women in Rheumatology (AWIR) Asthma & Allergy Foundation of America, New England Chapter Asthma and Allergy Foundation of America Bio Nebraska Life Sciences Association BioBuzz Workforce Foundation, Inc. Biocom BioFlorida **BioForward Wisconsin** BioKansas BioNJ BioOhio **Bioscience Association of North Dakota** Biotechnology Innovation Organization (FKA Biotechnology Industry Organization)

BioUtah

California Academy of Eye Physicians and Surgeons California Chronic Care Coalition California Hepatitis C Task Force California Life Sciences Association (CLSA) California Rheumatology Alliance (CRA) **Cancer Support Community** Cancer Support Community Arizona Cancer Support Community Central Ohio **Cancer Support Community North Texas** Cancer Warrior Alliance CancerCare **Caregiver Action Network Caregiver Voices United** CARES Foundation, Inc. Caring Ambassadors Program **Celiac Disease Foundation** Center for Independence of the Disabled, NY Central Florida Behavioral Health Network **Chronic Disease Coalition CNY HIV Care Network** Coalition of Hematology Oncology Practices (CHOP) Coalition of State Rheumatology Organizations (CSRO) Colorado BioScience Association Colorado Gerontological Society Colorado State Grange **Colorectal Cancer Alliance** Community Oncology Alliance (COA) **Connecticut Rheumatology Association Cooley's Anemia Foundation**

Cutaneous Lymphoma Foundation Danio Connect Danio Diary Delaware Academy of Medicine / Delaware Public Health Association Delaware BioScience Association, Inc. Delaware Ecumenical Council on Children and Families **Delaware HIV Consortium** Digestive Disease National Coalition (DDNC) Digestive Health Physicians Association (DHPA) Easter Seals Massachusetts Easter Seals North Georgia, Inc. Eastern Pennsylvania Chapter of the National Hemophilia Foundation **Epilepsy Association of Central Florida** Epilepsy Association of the Big Bend Florida Allergy, Asthma & Immunology Society (FAAIS) Florida Osteopathic Medical Association Florida Society of Rheumatology GBS CIDP Foundation International Georgia Bio Georgia Society of Rheumatology **Global Colon Cancer Association Global Healthy Living Foundation Global Liver Institute** Healthcare Institute of New Jersey (HINJ) HealthyWomen Hemophilia Alliance Hemophilia Federation of America IFAA - International Foundation for Autoimmune & Autoinflammatory Arthritis Illinois Biotechnology Innovation Organization (iBIO) Immune Deficiency Foundation (IDF)

Indiana Health Industry Forum (IHIF) **INDUNIV** Research Center, Inc. International Association of Hepatitis Task Forces (IAHTF) International Cancer Advocacy Network (ICAN) **ION Solutions** Iowa Biotechnology Association Jeffrey Modell Foundation Kansas Rheumatology Alliance **KCCure** Kentucky Life Sciences Council Large Urology Group Practice Association (LUGPA) Life Sciences Pennsylvania Lipodystrophy United Living Hope for Mental Health Los Angeles Wellness Station Lung Cancer Alliance LUNGevity Foundation Lupus Alliance of Upstate New York Lupus and Allied Diseases Association Lupus Foundation New England Lupus Foundation of America Lupus Foundation of America, Indiana Chapter Lupus Foundation of Arkansas, Inc. Lupus Foundation of Colorado Lupus LA Lupus Society of Illinois Martin Center Sickle Cell Initiative Maryland Society for the Rheumatic Diseases (MSRD) Maryland Tech Council Massachusetts Association for Mental Health (MAMH)

MassBio

Medical Alley Association Medical Oncology Association of Southern California, Inc. (MOASC) Medical Society of the State of New York Mended Hearts Men's Health Network Mental Health America of Franklin County Metro Denver Oncology Nursing Society Metropolitan Atlanta Rheumatology Society (MARS) Michigan Biosciences Industry Association (MichBio) Midwest Oncology Practice Society (MOPS) MidWest Rheumatology Association Mississippi Arthritis and Rheumatism Society (MSARS) Mississippi Psychiatric Association Missouri Biotechnology Association (MOBIO) **MLD** Foundation Montana BioScience Alliance **Multiple Sclerosis Foundation** Multiple Sclerosis Resources of Central New York, Inc. Nashville CARES National Alliance of State Prostate Cancer Coalitions National Alliance on Mental Illness (NAMI) Dona Ana County National Alliance on Mental Illness (NAMI) Georgia National Alliance on Mental Illness (NAMI) Huntington National Alliance on Mental Illness (NAMI) New Mexico National Alliance on Mental Illness (NAMI) North Carolina National Alliance on Mental Illness (NAMI) St. Louis National Alliance on Mental Illness (NAMI) Virginia National Association for Rural Mental Health National Association of County Behavioral Health & Developmental Disability Directors (NACBHDD) National Association of Social Workers, Texas Chapter National Blood Clot Alliance (NBCA) National Grange National Hemophilia Foundation National Hispanic Medical Association National Infusion Center Association (NICA) National Medical Association (NMA) National Minority Quality Forum National Multiple Sclerosis Society National Oncology State Network (NOSN) National Organization of Rheumatology Managers (NORM) National Osteoporosis Foundation National Psoriasis Foundation (NPF) Nebraska Rheumatology Society Nevada Biotechnology & Health Science Consortium (NevBio) New Jersey Association of Mental Health and Addiction Agencies, Inc. (NJAMHAA) New Jersey Mayors Committee on Life Sciences New Jersey Rheumatology Association (NJRA) New Mexico Biotechnology & Biomedical Association (NMBio) New York State Rheumatology Society New Yorkers for Accessible Health Coverage North Carolina Rheumatology Association (NCRA) Ohio Association of Rheumatology Oklahoma Academy of Ophthalmology **Oncology Managers of Florida Oregon Bioscience Association Oregon Rheumatology Alliance Patient Services Incorporated Patients Rising** Pennsylvania State Grange

Physicians Advocacy Institute Port Isabel-San Benito Navigation District **Prevent Blindness Prevent Blindness Wisconsin** Prevent Blindness, Ohio Affiliate **Prevent Cancer Foundation** Psychosocial Rehabilitation Association of New Mexico Re: Cancer RetireSafe Rheumatism Society of the District of Columbia Rheumatology Alliance of Louisiana (RAL) Rheumatology Association of Iowa (RAI) Rheumatology Association of Minnesota and the Dakotas Rheumatology Association of Nevada Rheumatology Nurses Society Rush To Live Seniors Matter Sick Cells - A Sickle Cell Disease Organization Sickle Cell Community Consortium Sickle Cell Disease Association of America, Inc. Sickle Cell Disease Association of Florida Sickle Cell Disease Association of Illinois Sickle Cell Disease Foundation California South Carolina Rheumatism Society South Dakota Biotech Southern California Biomedical Council (SoCalBio) State of Texas Association of Rheumatologists (STAR) State of West Virginia Rheumatology Society StopAfib.org/ American Foundation for Women's Health **Tennessee Rheumatology Society**

Texas Bleeding Disorders Advocacy Coalition Texas Healthcare and Bioscience Institute (THBI) The Headache and Migraine Policy Forum The US Oncology Network The Veterans Health Council U.S. Pain Foundation Uriel Owens Sickle Cell Disease Association of the Midwest Valley AIDS Council Vietnam Veterans of America Virginia Society of Rheumatologists Washington State Medical Oncology Society Western Pennsylvania Chapter of the National Hemophilia Foundation Wisconsin Rheumatology Association Wyoming Epilepsy Association ZERO - The End of Prostate Cancer

cc: Honorable Alex Azar, Secretary, Department of Health and Human Services Honorable Seema Verma, Administrator, Centers for Medicare and Medicaid Services Honorable Orrin Hatch, Chairman, Senate Finance Committee Honorable Ron Wyden, Ranking Member, Senate Finance Committee Honorable Kevin Brady, Chairman, Committee on Ways and Means Honorable Richard Neal, Ranking Member, Committee on Ways and Means Honorable Greg Walden, Chairman, Committee on Energy and Commerce Honorable Frank Pallone, Jr., Ranking Member, Committee on Energy and Commerce