

# Psychotropic Drug Coverage

June 17, 2015

Health and Human Services



**PeHP** Serving the Employees Who Serve Utah

# PEHP

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- Division of URS
- Administer Insurance Benefits
- Administer Other Public Risk Pools
- Optimize Self-Funding
- Resource to Legislature
- Improve Healthcare System

# Health Plan Administration

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- Employ private market practices
  - Formulary management
    - Open vs. Closed
  - Utilization management
    - Prior authorization, quantity limits
  - Shared costs
    - Members pay more at higher tiers
- Pharmacy utilization affects medical costs

# State of Utah Pharmacy Benefits

	Benefit	Average Member Cost	Average State of Utah Cost
Tier 1	\$10	\$11.95*	\$17.89
Tier 2	25% with a \$25 minimum	\$75.27*	\$195.68
Tier 3	50% with a \$50 minimum	\$79.98*	\$86.40

\*Data sampled from plan years including a \$100 Rx deductible



# Formulary Coverage

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- PEHP review of available medical literature and treatment guidelines
- Review with local practitioners
  - P&T Committee
  - 7 local physicians
  - Specialties include: Internal Medicine, Neurology, Oncology, Psychology, Rheumatology
- PEHP Policy Committee finalizes coverage and tier placement

# Coverage Examples

Drug Name	Tier	Member Cost	State of Utah Cost
Citalopram	Tier 1	\$4.50	\$0
Topirimate	Tier 1	\$10.00	\$6.50
Seroquel XR	Tier 2	\$138	\$415
Latuda	Tier 3	\$350	\$350
Viibryd	Not Covered	\$210	
Brintellix	Not Covered	\$270	
Trokendi	Not Covered	\$600	

# Impact on Costs

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- About \$40 Million in RX
- About \$6 Million in Psychotropic today with:
  - 90% Generic
  - 10% Tier 2 & 3
- Would be About \$33 Million in Psychotropic if:
  - 50% Generic
  - 25% Tier 2
  - 25% Tier 3
- Tiering
  - Include on Formulary
  - Cost Savings