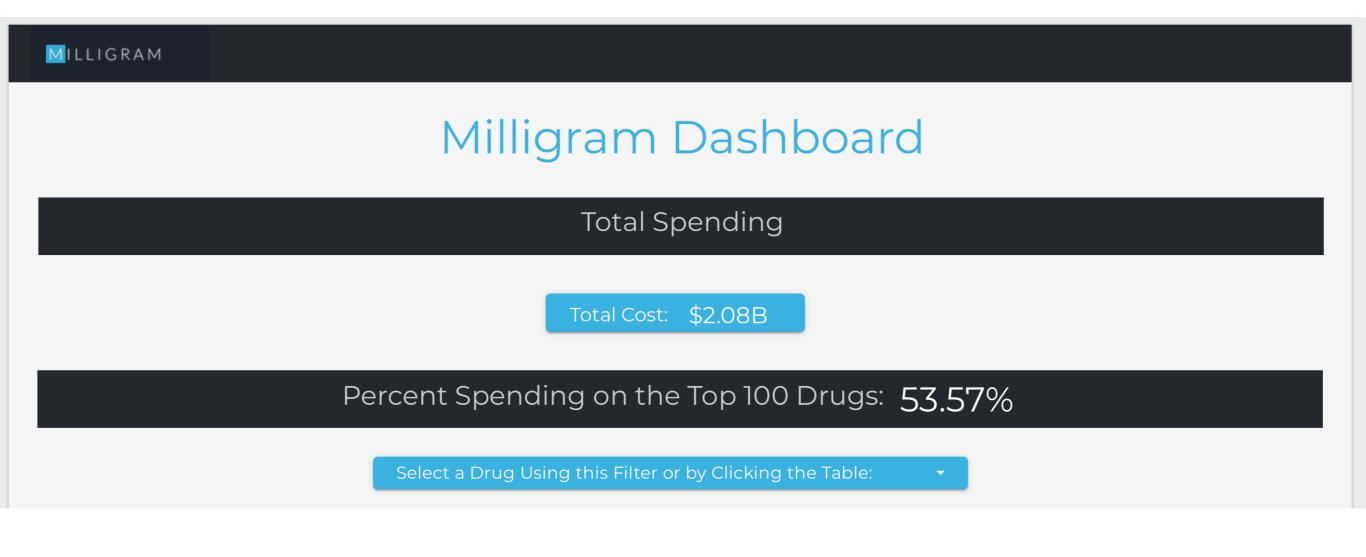
Utah & Healthcare Savings

MILLIGRAM.

Utah & Healthcare Savings: Opportunity

- Utah spends **2B+** on pharmacy annually (**21M+** claims)
- Opportunity to save 250M+ annually on Utah's top 100 drug expenditures



Utah & Healthcare Savings: Process

- **\$250 Million**+ Savings Opportunity
- Milligram Savings Realization Process:
 - 1) Formulary Design
 - 2) Switching to Therapeutically Equivalent Drugs
 - when Formulary Design not Contractually Viable
 - 3) Focus on sickest and costliest

MILLIGRAM								
23	Pharmacy Reports	Cohort Analysis	Alternative Drug	Milligram Savings	Employee Savings	Claims Savings	Coupon Savings	
0								
0	PHARMA Summary							
	Year is any time							

Technology Guided Consultative Process with Clinical Insight

Utah & Healthcare Savings: Process

- Fortune 500 Healthcare Company (Public) engaged with Milligram's consultative process
- Spending by Disease State, Drug Class: Insight = Path to Savings



Utah & Healthcare Savings: COPD

- The highest dose of Advair costs Utah **\$9M** annually
- Breo, a newer equivalent, would save \$3M on one drug

MILLIGRAM	COPD	
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Medication	Breo 200-25	Symbicort 160-4.5	Advair Diskus 500-50	Advair HFA 230-21	Dulera 200-5
Total Spent	\$1,777,446.67	\$62,812.38	\$8,280,079.22	\$873,659.53	\$12,457.64
Number of Days	170,808.00	8,216.00	541,093.00	58,349.00	1,714.00
Cost/Day	\$10.41	\$7.65	\$15.30	\$14.97	\$7.27
Canada Cost / Day	\$5.00	\$1.67	\$2.00		\$5.17

Utah & Healthcare Savings: COPD

Cost per day of One Dose of Advair

	Advair 500	Symbicort 160	Breo 200	Dulera 200	AirDuo
2017	\$16.03	\$10.29	\$4.55	\$9.78	\$3.32
2018	\$17.21	\$10.94	\$7.57	\$10.31	\$3.04

Spend per year for Advair & Equivalents

2017	\$5.05m	\$910k	\$246k	\$361k	\$21.2k
2018	\$4.84m	\$1.34m	\$338k	\$309k	\$106k

Utah & Healthcare Savings: Hep C

Milligram platform = Watchdog and Advocacy

MILLIGRAM

Hepatitis C

Medication	Harvoni	Sovaldi	Epclusa	Zepatier	Mavyret
Total Spent	\$14,334,321.10	\$1,305,496.60	\$8,714,477.08	\$2,733,697.70	\$0
Number of Days	13,092.00	1,372.00	9,776.00	4,228.00	0
Cost Per Day	\$1,094.89	\$951.53	\$891.42	\$646.57	\$314.29

FDA approves Mavyret for Hepatitis C

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For Immediate Release: August 03, 2017

Español

The U.S. Food and Drug Administration today approved Mavyret (glecaprevir and pibrentasvir) to treat adults with chronic hepatitis C virus (HCV) genotypes 1-6 without cirrhosis (liver disease) or with mild cirrhosis, including patients with moderate to severe kidney disease and those who are on dialysis. Mavyret is also approved for adult patients with HCV genotype 1 infection who have been previously treated with a regimen either containing an NS5A inhibitor or an NS3/4A protease inhibitor but not both.

Mavyret is the first treatment of eight weeks duration approved for all HCV genotypes 1-6 in adult patients without cirrhosis who have not been previously treated. Standard treatment length was previously 12 weeks or more.

"This approval provides a shorter treatment duration for many patients, and also a treatment option for certain patients with genotype 1 infection, the most common HCV genotype in the United States, who were not successfully treated with other direct-acting antiviral treatments in the past," said Edward Cox, M.D., director of the Office of Antimicrobial Products in the FDA's Center for Drug Evaluation and Research.

Utah & Healthcare Savings: Hep C

- Design, Alternatives, Clinical Guidance & Cost Savings
- Could have saved \$17.8M for Utah from 2017 to 2018

ILLIGRAM Hepatitis C - Switch Impact

Switch	
Harvoni to Zepatier	\$5,869,427.47
Harvoni to Epclusa	\$2,663,910.51
Harvoni to Sovaldi	\$1,876,914.77
Sovaldi to Zepatier	\$418,402.64
Sovaldi to Epclusa	\$82,474.65
Epclusa to Zepatier	\$2,393,609.36
All to Zepatier	\$8,681,439.47
All to Mavyret	\$17,859,804

"Additional savings can be realized through better oversight"

Performance Audit of Medicaid's Pharmacy Benefit Oversight (May 2020)

"Our review of PBMs found that contracting and pricing practices prevent policymakers and health care plans from effectively overseeing prescription drug costs." <u>Performance Audit of PEHP's PBM (December 2019)</u>

Utah & Healthcare Savings: Next Steps

Work with the State of Utah to ...

- Analyze Top 100 Costly Drugs via Milligram Platform
- Design & Implement Formulary for Selected Drugs
- Provide Clinical Guidance on Implementation
- Provide on-going quarterly updates and advocacy (to avoid missed opportunities like Hep C)

How we can work together ...

- Go At-Risk for Design & Implementation (Share in Savings)
- 1 Year Consultancy with Access to Milligram Platform

Excited about ...

- Advocating for Utah and its citizens
- Showcasing Utah Healthcare Savings & Innovation

Clinical Advisory

Allergy/Respiratory:	Bruce Wolf, MD (Chair)
Endocrinology:	Robert Busch, MD
Cardiology:	Tom Johnston, MD
Psychiatry:	William Petrie, MD
Gastroenterology:	Howard Mertz, MD
Urology:	Brooks Jackson, MD
Bariatrics:	John Beleek, MD
Neurology:	Mike Kaminski, MD
Dermatology:	Jack Krushell, MD
Pain:	Kevin Kelly, MD
Rheumatology:	Porter Meadors, MD
Ophthalmology:	Karen Joos, MD
Sleep:	William Noah, MD
Emergency Medicine:	Tim Love, MD
Oncology:	John Zubkus, MD
HIV/AIDS:	Michael Saag, MD
Obstetrics/Gynecology:	Karen Puckett, MD



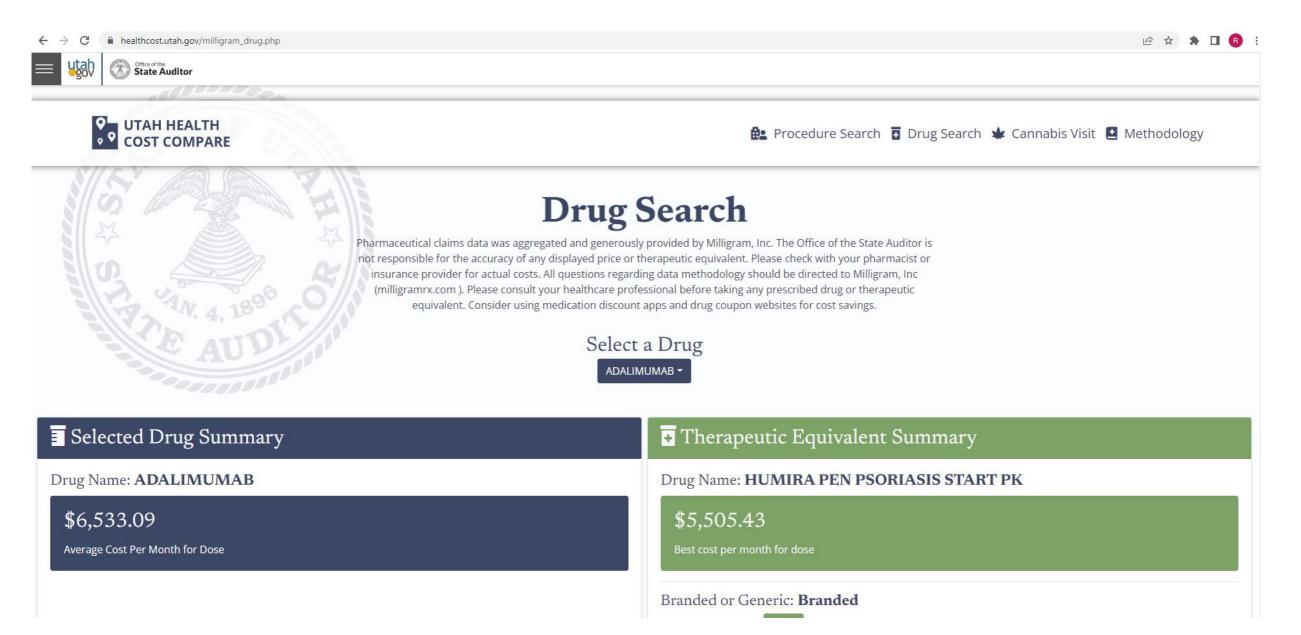
Questions & Discussion

MILLIGRAM

M Reference Slides

Reference: State Work

Already Vetted by State Auditor's Office Current live interface -



Performance Audit of PEHP's PBM (December 2019)

ESI and PEHP have been in a relationship since 2001

ESI "does not allow PEHP access to claim-level rebate information"

"although rebates increased by 105% from 2014-2018, the increase was not enough to prevent net costs by rising by 8%"

PEHP covers 154,000+ members = \$85 million drug spend (N.B. but all Utah citizens are at the mercy of PBMs)

Diabetic Analysis

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G	13	\times \checkmark $f_x =$	IFERROR(INDEX('Ba	se Comparison'	<pre>!E:E, MATCH(E13, 'Base Comparison'!C:C, 0)), "N/</pre>	A")			•	
1	A	В	С	D	E	F	G	н		
1	Drug Name	Current Employee Spending	Median Cost per Day (CPD)	Median Cost per Month (CPM)	Top Drug Dosage (By Savings)	Total Claim		Total Employer Spending (Dosag	Overpayi CPM (A	
2	LANTUS	\$53,737.52	\$1.91	\$57.34	INSULIN GLARGINE, HUMAN RECOMBINANT ANALOG 100 UM	IIT/ML SUBC 84	\$6,717	\$43,288		
3	GLYXAMBI	\$8,735.39	\$1.83	\$55.00	EMPAGLIFLOZIN/LINAGLIPTIN 10 MG-5 MG ORAL TABLET	49	\$7,785	\$17,569		
4	BLOOD SUGAR	56,855.58	\$0.90	\$27.01	ONETOUCH ULTRA TEST STRIPS	198	\$6,856	\$16,478		
5	LEVEMIR	\$31,206.66	\$1.27	\$38.04	INSULIN DETEMIR 100 UNIT/ML SUBCUTANEOUS VIAL	87	\$5,201	\$42,579		
6	JANUMET	\$28,245.34	\$1.06	\$31.73	SITAGLIPTIN PHOSPHATE/METFORMIN HCL 50 MG-500 MG	DRAL TABLET 46	\$11,784	\$13,070		
7	TRESIBA	\$7,953.86	\$7.94	\$238.22	INSULIN DEGLUDEC 100 UNIT/ML (3 ML) SUBCUTANEOUS IN		\$7,954	\$15,376		
8	DULAGLUTIDE	\$10,765.11	\$1.96	\$58.93	TRULICITY 0.75 MG/0.5 ML PEN	73	\$10,765	\$43,398		
9	0.5 ML dulaglut	idi \$8,129.03	\$1.96	\$58.93	0.5 ML dulaglutide 3 MG/ML Auto-Injector [Trulicity]	164	\$8,129	\$120,579		
10	JANUMET XR	\$7,272.78	\$1.83	\$55.00	SITAGLIPTIN PHOSPHATE/METFORMIN HCL 50 MG-500 MG	DRAL TABLET 8	\$1,772	\$0		
11	HUMALOG	\$51,238.24	\$0.89	\$26.67	HUMALOG 200 UNITS/ML KWIKPEN	11	\$2,658	\$4,045		
12	JARDIANCE	\$106,151.77	\$1.83	\$55.00	JARDIANCE 10 MG TABLET	195	\$20,032	\$75,863		
13	TRADJENTA	\$24,071.52	\$1.83	\$55.00	LINAGLIPTIN 5 MG ORAL TABLET	100	\$8,024	\$33,579		
14	TRESIBA FLEXT	\$25,366.11	\$1.83	\$55.00	TRESIBA FLEXTOUCH 200 UNITS/ML	104	\$8,455	\$53,168		
15	INVOKANA	\$15,499.12	\$1.83	\$55.00	CANAGLIFLOZIN 100 MG ORAL TABLET	40	\$2,130	\$22,261		
16	VASCEPA	\$36,421.84	\$1.83	\$55.00	ICOSAPENT ETHYL 1 GRAM ORAL CAPSULE	170	\$9,105	\$39,653		
17	JANUVIA	\$72,134.10	\$1.83	\$55.00	SITAGLIPTIN PHOSPHATE 50 MG ORAL TABLET	56	\$3,212	\$31,365		
18	NOVOLOG	\$34,570.69	\$1.83	\$55.00	INSULIN ASPART 100 UNIT/ML SUBCUTANEOUS CARTRIDGE	539	\$34,571	\$439,278		
19	VICTOZA	\$49,481.56	\$1.83	\$55.00	LIRAGLUTIDE 0.6 MG/0.1 ML (18 MG/3 ML) SUBCUTANEOUS	PEN INJECT(221	\$12,370	\$188,865		
20	LANTUS SOLOS	ra \$585,304.83	\$1.83	\$55.00	INSULIN GLARGINE, HUMAN RECOMBINANT ANALOG 100 UM	IIT/ML (3 ML 793	\$65,034	\$250,191		
21	NOVOLOG MIX	70 \$550.00	\$1.83	\$55.00	INSULIN ASPART PROTAMINE HUMAN/INSULIN ASPART 100	UNIT/ML (70 11	\$550	\$11,500		
22										
23			s Summary:				\$233,104.57	\$1,462,106.56		
		Top 100 Popular Dru	ugs(Employee)	Manufacturer	rs Assistance Base Comparison +					
	Ready							+	• 100%	

Milligram Leadership Team



Bruce Wolf, MC | CEO

- Practicing Physician with >30 years experience
- Founder of Non-Profits Dispensary of Hope and Hope Beyond Hope



John Chapin | CIO

- Software engineer with >10 years experience in healthcare IT
- Web, mobile application development engineer
- Consultant to several companies



Richard Galentino, Ed.D. | COO

- Experienced healthcare executive with several large healthcare organizations
- Managed healthcare teams in 27 different countries
- Consulted top 10 academic medical centers with regards to strategy
- Developed medication management program for frail elders with Duke University



Wade Carroll, Bdes | UX/UI Creative Designer

- 15 years of graphic design, specializing in digital and UI/UX
- Branding specialist and creative director

