

# Eliminating Hepatitis C

Senate Health & Long Term Care Committee November 15, 2018

### About the Hepatitis C Virus (HCV)

- More than 65,000 Washingtonians now live with HCV
- Washington has experienced steady increases in reported HCV cases in recent years, with nearly 40,000 cases from 2012 through 2017.
- In addition to the human cost of HCV, HCV-related hospitalization charges totaled an estimated \$114 million in Washington between 2010 and 2014.



The hepatitis C virus is a leading cause of **liver disease, liver cancer,** and **liver transplants**, placing a huge burden on patients, their families, caregivers, and the healthcare system.

#### The **Growing Problem** of Hepatitis C in the U.S.







More persons die from hepatitis C than all of the 60 other reported infectious disease combined. According to available data at least 20,000 deaths occur each year - which is believed to be an underestimate of the actual number.

#### Hepatitis C Virus is Very Infectious

#### Testing is Key







Hepatitis C is 10 times more infectious than HIV.



At least 50% of persons living with hepatitis C do not know they are infected.



Testing for the hepatitis C virus is recommended for certain individuals, including those who:





Have ever injected drugs, even if just once.





#### Testing, Care, and Treatment Saves Lives



There is **110 Vaccine** for the hepatitis C virus.

Lifesaving care can prevent serious complications from the hepatitis C virus.



320,000 deaths can be prevented by testing and referring infected persons to care and treatment

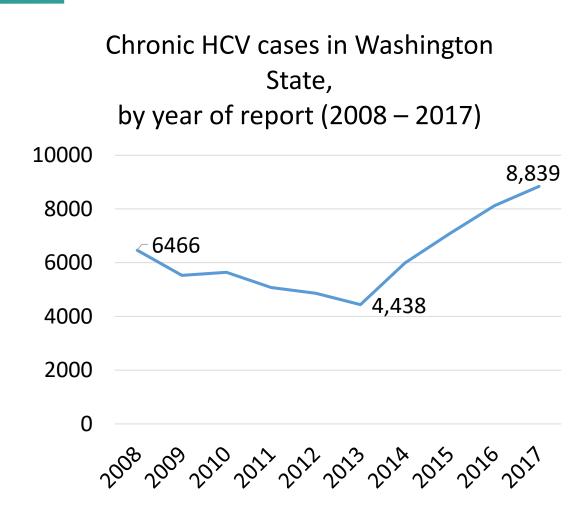
New treatments can cure hepatitis C and are cost effective.



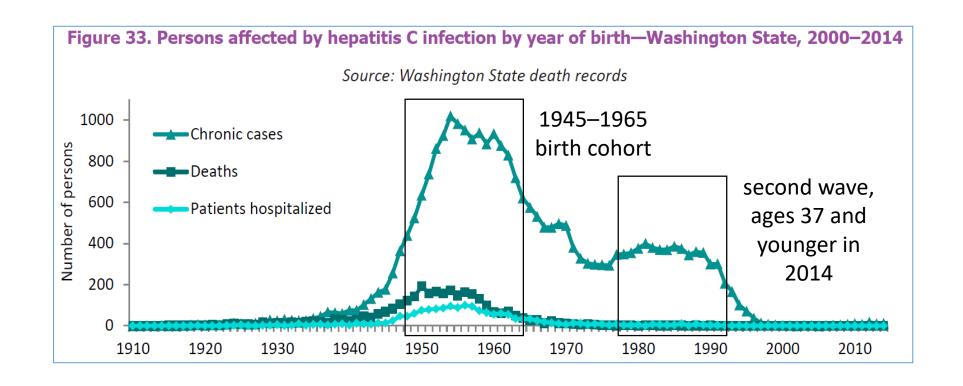
For more information about hepatitis C Please visit: http://www.cdc.gov/hepatitis/

#### Hepatitis C

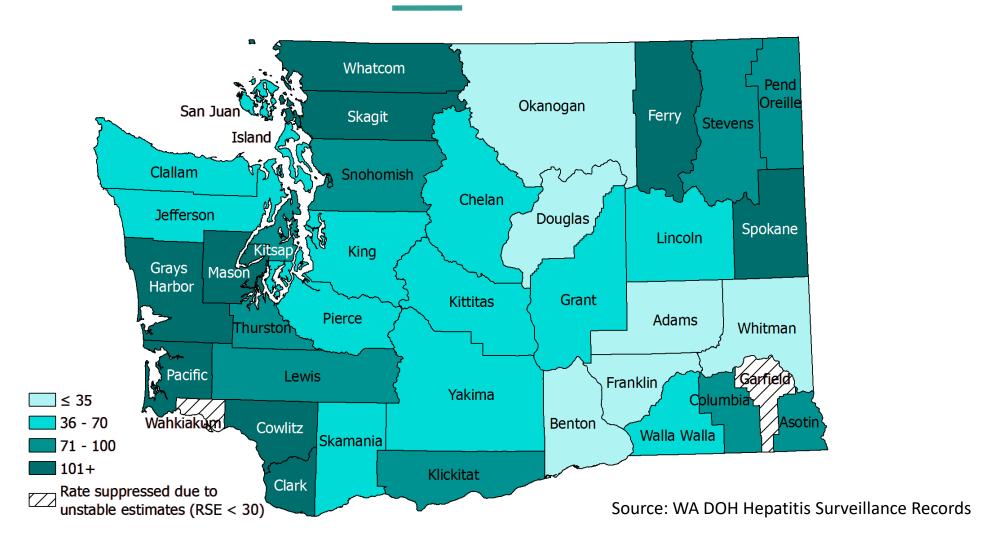
- Hepatitis C is the most common bloodborne infection in the United States.
- In the US, it kills more people every year than all other 59 reportable infectious diseases combined.
- Hospitalization costs related to hepatitis C in Washington were \$114 million from 2010 through 2014.



#### HCV by Year of Birth The Tale of 2 Epidemics



# Five-year rate of chronic hepatitis C infections per 100,000 persons among non-incarcerated residents—Washington State, 2010-2014



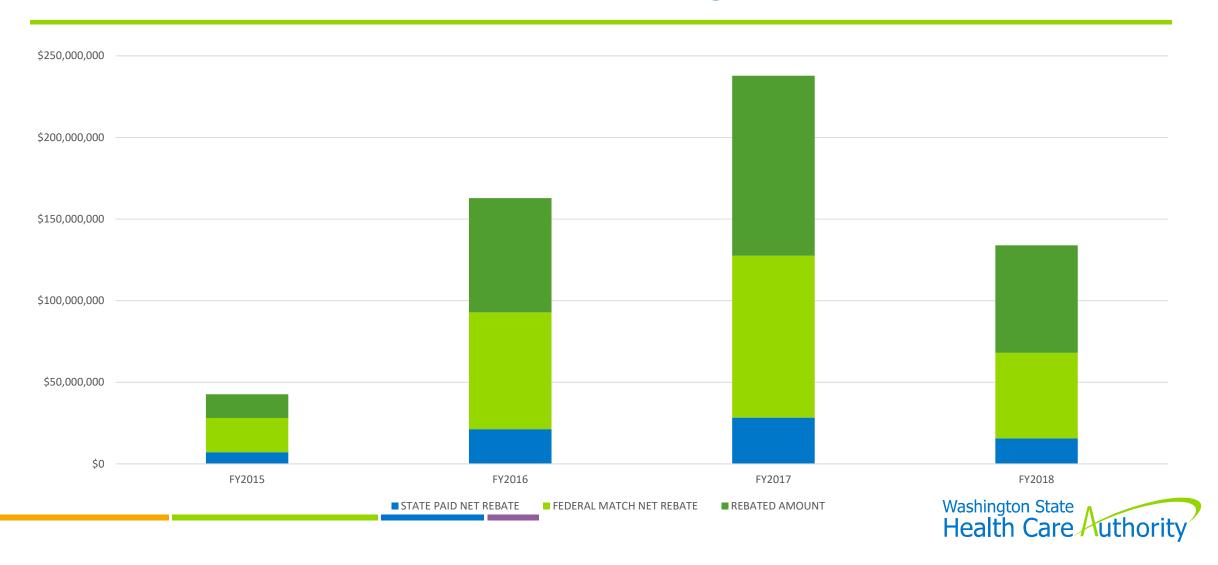


## Prevalence of Hepatitis C in Washington

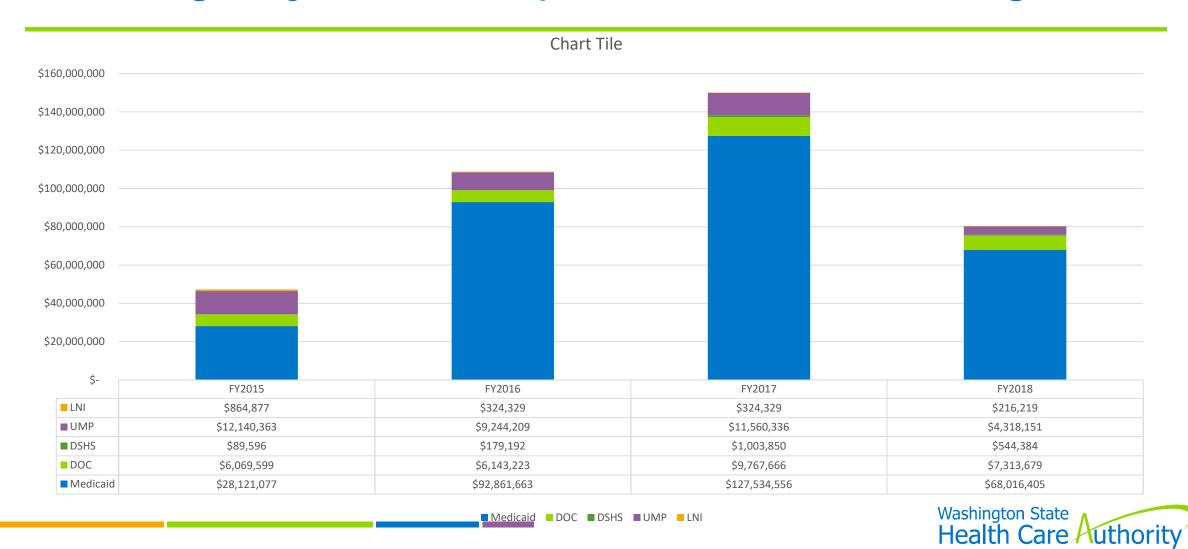
- Estimated infected populations covered through state agencies
  - Approximately 35,000
    - > Prisons = approximately 1,900 inmates
    - > Medicaid = approximately 24,000 Medicaid enrollees
    - > PEBB = 2,800 members
    - > LNI and DSHS = approximately 100 persons



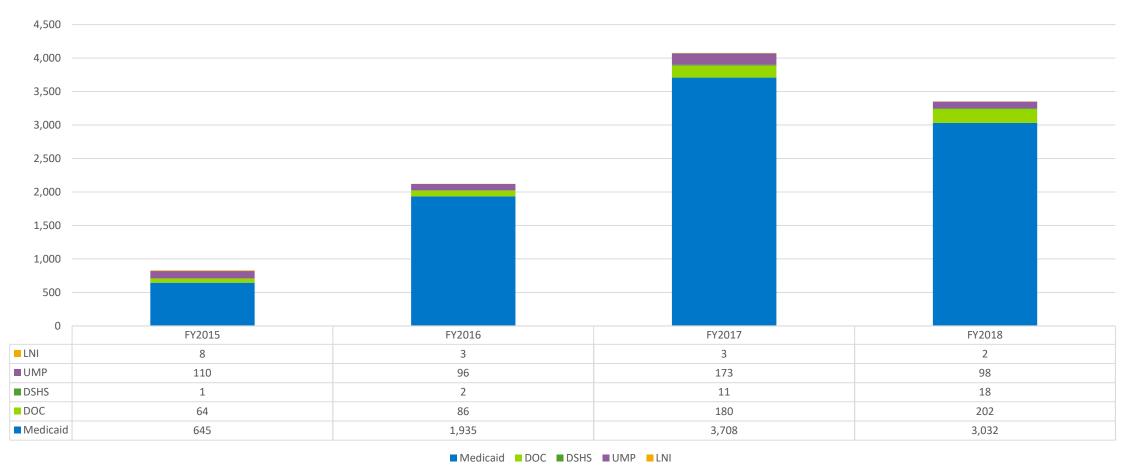
### Medicaid Annual HCV Drug Expenditure



### State Agency Annual Expenditure on HCV Drugs

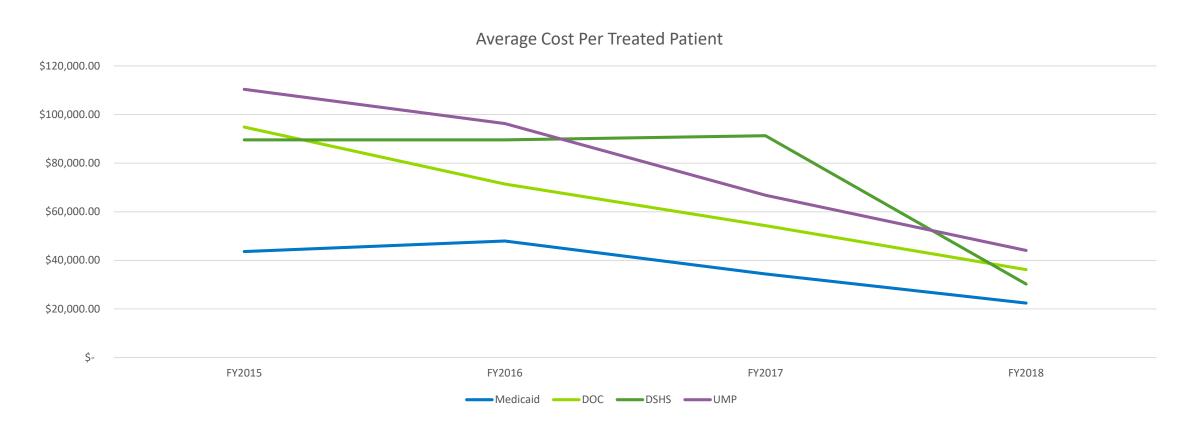


#### Members Treated Per Year





### Average Annual Paid Per HCV Treated Client





### Gov. Inslee's Plan to Eliminate HCV in Washington

#### Two-step approach to eliminating HCV:

#### 1. Connect more people to care and the cure.

- Many living with HCV don't know they have it.
- ► This public health effort will be led by the Washington State Department of Health.
- ▶ Dr. Lindquist will discuss this next.

#### 2. Use our state purchasing power to increase access to the cure.

- ➤ Washington State Health Care Authority will issue a request for proposals by January 2019 for joint purchasing of HCV medications from one or more drug manufacturers to cut costs and boost access.
- ► In the future, this purchasing strategy could be extended to include other major health care purchasers in Washington and possibly in other states.

Washington will become the first state in the nation to combat HCV through a twopronged approach: increase screening and treatment, and make drugs that cure HCV more affordable and accessible.



# Our Goal

# The state of Washington wishes to develop and implement a hepatitis C elimination plan focusing on public health outreach and purchasing

Among those covered by state-purchased health insurance, there are an estimated 30,000 individuals infected by Hepatitis C

Significantly reduce this infected population over four years and eliminate much of the burden of hepatitis C from its covered population





### Defining HCV "elimination"

A state where HCV is no longer a public health threat and where those few who become infected with HCV learn their status quickly and access curative treatment without delay, preventing the forward spread of the virus.

#### WHO has set goal of HCV elimination by 2030:

- ► Increase syringe supply coverage from 20 sets per year per PWID at baseline (2015) to 300 sets per year per PWID
- ▶ 90% of those with HCV diagnosed
- ▶ 80% of those eligible treated for HCV by 2030
- ▶ 90% reduction in HCV incidence
- ▶ 65% reduction in HCV mortality



### Eliminating Hepatitis C Requires

Comprehensive public-health strategy

- A multi-year public health approach to identify people with hepatitis C through outreach, screening, and linkage to care
- A focus on stopping the spread of hepatitis C infection through programs like syringe service centers

Innovative drug procurement strategy

- Leveraging market competition to obtain affordable prices for HCV medications
- An RFP for drugs and bona fides across multiple state purchasers in January 2019
- Expanding the program to all public and private purchasers in WA and other states



### Governor's Directive – Request for Proposals

HCA will issue a request for proposals for an alternative payment model that:

- ▶ Focuses on a subscription model with winner take all result
- Includes bona fides to support the public health outreach strategy
  - ► Medical Case Managers Increased screening and provide for linkage to care
  - Pharmacists Provider and patient education, increase access to authorized prescribers in rural areas
  - Nurses dispense medication at community clinics
- ▶ Focuses initially on state purchased health care programs (DOC, DSHS, HCA, LNI)
  - ➤ Phase II expand to other purchasers in WA and other states



#### RFP Process -

- ▶ Issue RFP Early January
  - Questions from Bidders
  - ▶ Bidders Conference
  - Answers to questions posted
- Proposals Due Late February / Early March
- Evaluation
  - Oral interviews (if required)
  - ▶ Best and Final Offer Process (if required)
  - Announce apparent successful bidder
- Negotiate Contract
- Begin Contract Work Early July



#### State Partners



















State Medicaid Alternative Reimbursement and Purchasing Test for High-cost Drugs (SMART-D)





#### Questions?

- Please submit questions to <u>contracts@hca.wa.gov</u> with the subject Line HCV Elimination
- DOH Eliminating Hep C webpage <u>https://www.doh.wa.gov/YouandYourFamily/IllnessandDisease/Hepatitis/HepatitisC/EliminatingHepatitisC</u>