



State of Utah

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Utah Drug Transparency Report April 2023

The *Utah Drug Transparency Report – April 2023* was prepared by Jeffrey E. Hawley, Ph.D. and Heather Sandberg, B.S. of the Health & Life Insurance Division for the Utah Insurance Commissioner pursuant to Utah Code § 31A-48-103. Publication date: May 22, 2023.

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Overview

As required by Utah Code § 31A-48-103(1), drug manufacturers that are manufacturing a drug available for purchase by Utah residents with a wholesale acquisition cost (WAC) of at least \$100 or more for a 30-day supply are required to submit to the Utah Insurance Department (Department) the information described in § 31A-48-103(1)(b) and Utah Admin. Code R590-287 when an increase in the wholesale acquisition cost of the drug is 1) greater than 16 percent over the preceding two calendar years, or 2) greater than 10 percent over the preceding calendar year.

The information provided to the Department may not be released in a manner that: 1) would allow for the identification of an individual drug, therapeutic class of drugs, or manufacturer, or 2) is likely to compromise the financial, competitive, or proprietary nature of the information (see § 31A-48-103(4)).

The Department received 40 drug product reports during April 2023 that were in compliance with § 31A-48-103(1)(a). This report summarizes the following information received by drug manufacturers:

- 1) The effective date of the increase in the WAC price of the drug product,
- 2) The drug type (brand name drug or generic drug),
- 3) The manufacturer's aggregate company-wide research and development costs for the most recent year for which final audit data is available, and
- 4) A written description, suitable for public release, of the factors that led to the increase in the WAC price of the drug product and the significance of each factor.

The information has been de-identified to protect the identity of the individual drug, the therapeutic class of the drug, and the drug manufacturer as required by § 31A-48-103(4).

List of Manufacturer Drug Product WAC Price Increase Reports by Effective Date

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
2/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
2/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
2/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
4/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
4/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
4/1/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
8/30/2022	Generic	\$0

Factors that led to the increase in the WAC price

WAC increases can be the result of changes in ingredient costs, changes in acquisition cost, manufacturing costs, sales cost, administrative expense, market conditions, supply shortages, etc.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
12/20/2022	Brand	\$743,213

Factors that led to the increase in the WAC price

Increase is based on a variety of factors including those related to the cost of production, increase materials, general inflation, and supply chain fees

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
12/24/2022	Generic	\$195,688,000

Factors that led to the increase in the WAC price

Increases in raw material and cost to manufacture plus additional controlled substance customer fees

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
12/24/2022	Generic	\$195,688,000

Factors that led to the increase in the WAC price

Increases in raw material and cost to manufacture plus additional controlled substance customer fees

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
12/24/2022	Generic	\$195,688,000

Factors that led to the increase in the WAC price

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<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
12/24/2022	Generic	\$195,688,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in raw material and cost to manufacture plus additional controlled substance customer fees		
<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
12/24/2022	Generic	\$195,688,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in raw material and cost to manufacture plus additional controlled substance customer fees		
<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
12/24/2022	Generic	\$195,688,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in raw material and cost to manufacture plus additional controlled substance customer fees		
<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/4/2023	Brand	\$4,819,000,000
<i>Factors that led to the increase in the WAC price</i>		
<Manufacturer> understands that the cost of prescription drugs is a concern for many people, and we are committed to the responsible pricing of our medicines. Our approach to pricing across the globe is underpinned by two simple core principles: I. Pricing our products according to the value they deliver II. Employing flexible pricing approaches to ensure patient access		

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
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<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/4/2023	Brand	\$3,170,000,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in rate of inflation, continued investment in innovation, post-marketing regulatory commitments, ongoing pharmacovigilance, market conditions and dynamics		
<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/4/2023	Brand	\$3,170,000,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in rate of inflation, continued investment in innovation, post-marketing regulatory commitments, ongoing pharmacovigilance, market conditions and dynamics		
<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/4/2023	Brand	\$3,170,000,000
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<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/4/2023	Brand	\$3,170,000,000
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<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/4/2023	Brand	\$3,170,000,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in rate of inflation, continued investment in innovation, post-marketing regulatory commitments, ongoing pharmacovigilance, market conditions and dynamics		
<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
1/4/2023	Brand	\$3,170,000,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in rate of inflation, continued investment in innovation, post-marketing regulatory commitments, ongoing pharmacovigilance, market conditions and dynamics		
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1/4/2023	Brand	\$3,170,000,000
<i>Factors that led to the increase in the WAC price</i>		
Increases in rate of inflation, continued investment in innovation, post-marketing regulatory commitments, ongoing pharmacovigilance, market conditions and dynamics		

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
3/15/2023	Generic	\$23,954,892

Factors that led to the increase in the WAC price

The change in WAC price reflects the increased cost to supply efficiently to patients due to supply chain constraints, increased cost of storage, additional overhead, and marketing costs. <Manufacturer> and many drug manufacturers have seen increase in the cost of doing business due to the supply chain disruptions of COVID, shipping costs, high inflation rates impacting the cost of goods, the cost of hiring and keeping key resources, and other factors has lead to the increase in prices in order to continue to provide life changing therapy to patients.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
3/15/2023	Generic	\$23,954,892

Factors that led to the increase in the WAC price

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<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
3/15/2023	Generic	\$23,954,892

Factors that led to the increase in the WAC price

The change in WAC price reflects the increased cost to supply efficiently to patients due to supply chain constraints, increased cost of storage, additional overhead, and marketing costs. <Manufacturer> and many drug manufacturers have seen increase in the cost of doing business due to the supply chain disruptions of COVID, shipping costs, high inflation rates impacting the cost of goods, the cost of hiring and keeping key resources, and other factors has lead to the increase in prices in order to continue to provide life changing therapy to patients.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
3/30/2023	Brand	\$1,344,361,000

Factors that led to the increase in the WAC price

<Manufacturer> considers the clinical benefit this medicine brings to patients in disease areas with a high unmet need, the size of the patient population we hope to treat, the innovation of <drug product> and the ability of healthcare systems to provide broad access for patients.

<i>Effective Date</i>	<i>Drug Type</i>	<i>Company-Wide Research & Development Costs</i>
3/30/2023	Brand	\$1,344,361,000

Factors that led to the increase in the WAC price

<Manufacturer> considers the clinical benefit this medicine brings to patients in disease areas with a high unmet need, the size of the patient population we hope to treat, the innovation of <drug product> and the ability of healthcare systems to provide broad access for patients.
