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STATE OF HAWAII DEPARTMENT OF HUMAN SERVICES

P. O. Box 339 Honolulu, Hawaii 96809-0339

December 27, 2021

The Honorable Ronald D. Kouchi, President and Members of the Senate Thirty-First State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813 The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty-First State Legislature State Capitol, Room 431 Honolulu, Hawaii 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

Enclosed is the following report submitted in accordance with section 346-59.9, Hawaii Revised Statutes, on psychotropic medication.

In accordance with section 93-16, HRS, the report is available to review electronically at the Department's website, at <u>https://humanservices.hawaii.gov/reports/legislative-reports/</u>.

Sincerely,

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Cathy Betts Director

Enclosure c: Governor's Office Lieutenant Governor's Office Department of Budget & Finance Legislative Auditor Legislative Reference Bureau Library (1 hard copy)

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President Kouchi, Speaker Saiki December 27, 2021 Page 2 Hawaii State Public Library, System State Publications Distribution Center (2 hard copies, 1 electronic copy) Hamilton Library, Serials Department, University of Hawaii (1 hard copy)

REPORT TO THE THIRTY-FIRST HAWAII STATE LEGISLATURE 2022

IN ACCORDANCE WITH THE PROVISIONS OF SECTION 346-59.9, HAWAII REVISED STATUTES, ON PSYCHOTROPIC MEDICATION

DEPARTMENT OF HUMAN SERVICES MED-QUEST DIVISION DECEMBER 2021

2019 ANNUAL REPORT ON PSYCHOTROPIC MEDICATION, SECTION 346-59.9, HAWAII REVISED STATUTES

Act 102, Session Laws of Hawaii (SLH) 2012, amended section 346-59.9, Hawaii Revised Statutes (HRS), Psychotropic Medication. Section 346-59.9 (g) requires the Department of Human Services to report annually on:

- (1) The number of brand-name and generic prescriptions written to which this section applies; and
- (2) The amount expended on brand-name prescriptions and the amount expended on generic prescriptions written each fiscal year to which this section applies.

The information is provided in the table below. The data compiles information reported by each QUEST Integration (QI) health plan, the Community Care Services (CCS) health plan and the Fee-For-Service (FFS) program.

Hawaii Medicaid Psychotropic Cost for State Fiscal Year (SFY) 2021

Includes QI Health Plans, CCS and FFS

	Total Number of Claims				Total Expenditure				
	Brand		Generic		Brand		Generic		
	#	%	#	%	\$	%	\$	%	
Antipsychotic Total									
7/1/2015-6/30/2016	9,337	19%	40,019	81%	\$11,145,728	54%	\$9,491,857	46%	
7/1/2016-6/30/2017	12,807	18%	58,477	82%	\$18,984,689	69%	\$8,628,201	31%	
7/1/2017-6/30/2018	13,548	19%	57,354	81%	\$23,654,762	85%	\$4,225,052	15%	
7/1/2018-6/30/2019	15,356	21%	58,278	79%	\$27,848,873	88%	\$3,731,913	12%	
7/1/2019-6/30/2020	16,478	21%	63,320	79%	\$29,825,940	90%	\$3,180,142	10%	
7/1/2020-6/30/2021	18,203	22%	66,220	78%	\$34,826,996	91%	\$3,395,118	9%	
Antidepressant Total									
7/1/2015-6/30/2016	3,559	3%	111,133	97%	\$1,042,335	31%	\$2,284,742	69%	
7/1/2016-6/30/2017	4,381	3%	138,676	97%	\$1,390,375	39%	\$2,199,437	61%	
7/1/2017-6/30/2018	3,703	3%	138,633	97%	\$1,388,243	39%	\$2,172,979	61%	
7/1/2018-6/30/2019	4,085	3%	133,805	97%	\$1,552,521	43%	\$2,046,890	57%	
7/1/2019-6/30/2020	4,005	3%	142,526	97%	\$1,607,878	45%	\$1,992,669	55%	
7/1/2020-6/30/2021	4,958	3%	142,179	97%	\$3,776,743	62%	\$2,347,933	38%	
Anti-anxiety Total									
7/1/2015-6/30/2016	158	<1%	57,220	100%	\$84,757	16%	\$442,140	84%	
7/1/2016-6/30/2017	221	<1%	62,667	100%	\$95 <i>,</i> 637	17%	\$471,682	83%	

	Total Number of Claims				Total Expenditure				
	Brand		Generic		Brand		Generic		
	#	%	#	%	\$	%	\$	%	
Antipsychotic Total									
7/1/2017-6/30/2018	58	<1%	53,064	100%	\$80,206	19%	\$341,808	81%	
7/1/2018-6/30/2019	36	<1%	49,022	100%	\$78,615	20%	\$307,168	80%	
7/1/2019-6/30/2020	37	<1%	51,036	100%	\$74,476	20%	\$298,112	80%	
7/1/2020-6/30/2021	836	1%	79,283	99%	\$409,119	22%	\$1,464,108	78%	

The total expenditure for psychotropic medication in SFY 2021 was approximately \$46,220,000. This total includes the QI health plans (\$28,080,000), CCS (\$18,125,000) program, and the FFS program (\$15,000).

Discussion

The following trends are noted for SFY 2021:

 97% of the antidepressant prescriptions are filled with a generic medication and account for 38% of the antidepressant expenditure. Generic utilization percentage is consistent with data for SFY 2016 through SFY 2021 while the generic expenditure percentage has been decreasing since SFY 2016: 69% to 38%. Although the generic expenditures actually increased by 18%, they are overshadowed by the brand expenditures that increased by 134%.

The health plans continue to utilize various approaches to encourage generic utilization:¹

- Before a brand is covered, a trial and failure of two generic antidepressant prescriptions is necessary (see 346-59.9, HRS²).
- A diagnosis connected to the prescription improves use of FDA approved indications.
- Generic expenditures are lower due to generic completion driving down the price of the majority of high volume antidepressant agents.
- One new brand antidepressant was approved by the Food and Drug Administration (FDA) in SFY 2020.
- 99% of the anti-anxiety prescriptions are filled with a generic and account for
 78% of the anti-anxiety expenditure. Both brand and generic number of
 utilizers and expenditures have increased. These expenditures are minor when

¹ Different approaches and combinations by the different health plans are used, such as the following: Preferred Drug Lists/Formulary Coverage, Prospective Drug Utilization Review edits (age, quantity, therapeutic duplication, drug-drug interactions, over-lapping days of therapy), Point-Of-Sale messaging, Step Therapy, Prior Authorization, Provider Education, Retrospective Drug Utilization Review and Call Center intervention.

² https://www.capitol.hawaii.gov/hrscurrent/Vol07 Ch0346-0398/HRS0346/HRS 0346-0059 0009.htm

compared to the antidepressant and antipsychotic prescriptions. The trend reversal has occurred during COVID-19 pandemic.

The health plans continue to utilize various approaches to encourage generic utilization:³

- The prescriber may be empowered to prescribe less anti-anxiety medications by the July 2017 enactment of section 329-38,(c), HRS,⁴ concerning "[i]nitial concurrent prescriptions for opioids and benzodiazepines shall not be for longer than seven consecutive days unless a supply of longer than seven days is determined to be medically necessary for the treatment of ..."
- Diagnosis connected to the prescription improves reporting accuracy (i.e., excludes seizure and insomnia use).
- The federal SUPPORT Act (beginning October 1, 2020) impacts SFY2021 with required criteria to decrease fraud, misuse, and abuse for concurrent use of anti-anxiety medications and opioids.
- 78% of the antipsychotic prescriptions are filled with a generic. Generic expenditure percentages have been decreasing since SFY 2016 (46% to 9%). The utilization of brand prescriptions percentage is slowly increasing since SFY 2016 (19% to 22%) while the brand expenditure percentage trend increased each year since SFY2016 (54% to 91%). Per section 346-59.9, HRS,⁵ access to brands are in place for medically necessary use.

The health plans continue to utilize various approaches to encourage generic utilization:⁶

- Generic expenditures have decreased with increased competition from multiple manufacturers.
- Brand long-acting injectable dosage forms provide improved adherence rates for high-risk populations. However, unfortunately, they are also much costlier drugs. Newer brand products are being utilized more than the older ones that have generics available.
- A Food and Drug Administration (FDA) approved diagnosis code for all branded antipsychotics is required at point of sale (POS) processing to pay a prescription claim at the pharmacy to ensure safety and to deter misuse for some health plans.

³ Supra, note 1.

⁴ <u>https://www.capitol.hawaii.gov/hrscurrent/Vol06_Ch0321-0344/HRS0329/HRS_0329-0038.htm</u>

⁵ "The department and its contracted health plans shall not impose any restriction or limitation on the coverage for, or a recipient's access to, antipsychotic medication, included in the United States Pharmacopeia's antipsychotic therapeutic category and only approved by the United States Food and Drug Administration for the treatment of mental or emotional disorders." Section 346-59.9, HRS, supra, note 2.

⁶ Supra, note 1.

 The SUPPORT Act impacts the SFY2021 report with criteria for concurrent use of antipsychotic medications with opioids and monitoring of antipsychotic use in children: therapeutic duplication, early refill and age edits as approved by the FDA.