

Empowering rheumatology professionals to excel in their specialty

2200 Lake Boulevard NE, Atlanta, GA 30319
Phone: (404) 633-3777 • Fax (404) 633-1870 • www.rheumatology.org

November 7, 2023

Anne Docimo, MD Chief Medical Officer UnitedHealthcare 9900 Bren Road East Minnetonka, MN 55343

Dear Dr. Docimo,

On behalf of the more than 7,700 U.S. rheumatologists and rheumatology health professionals represented by the American College of Rheumatology (ACR), I am writing regarding formulary requirements that would leave practices underwater when treating UnitedHealthcare patients with rheumatic diseases.

The formulary for UHC commercial plans requires patients on infliximab use either of the biosimilars infliximab-axxq (Avsola) or infliximab-dyyb (Inflectra). Unfortunately, reimbursement for both products has fallen below the acquisition cost at many independently owned practices. These practices that infuse these drugs are doing so at a loss and risking their financial solvency. As you can image, this situation is not tenable in the long term. Unless this situation is rectified immediately, practices may be obliged to send these patients to a hospital outpatient infusion center, where treatment is more expensive, wait times are longer and out-of-pocket fees are higher.

Biologics, like infliximab, are vitally important therapeutic options for patients with rheumatic diseases. An established body of evidence indicates that, in addition to reducing pain and dysfunction related to inflammatory diseases, these medications reduce costly disease-related complications including a cardiovascular disease, metabolic syndrome, and expensive procedures and surgeries. Use of biologics in rheumatic conditions also reduces costs by preventing missed work, improving work performance, and avoiding long-term disability.

While they are highly effective, biologics require significant established infrastructure to administer them to patients because of their complex molecular structure, storage requirements and potential to cause serious adverse events. Like many other complex biologics, infliximab is administered intravenously and may result in infusion reactions that range in severity from a mild rash and myalgia to hypertension, shortness of breath, headaches, and life-threatening anaphylaxis. For this reason, it is essential that administration occur in a monitored health care setting with onsite supervision by a provider with appropriate training in biologic infusions, ideally one who is actively involved with the patient's care and with access to their medical record. If payer policies and reimbursement rates remain financially prohibitive for providing biologic therapies in office, then patients will be sent to a hospital setting where their safety can be assured.

AMERICAN COLLEGE of RHEUMATOLOGY Empowering Rheumatology Professionals

Empowering rheumatology professionals to excel in their specialty

2200 Lake Boulevard NE, Atlanta, GA 30319
Phone: (404) 633-3777 • Fax (404) 633-1870 • www.rheumatology.org

The ACR recognizes that biologic drugs are costly; however, given their high value in achieving disease remission and overall wellness, it is critical that health plans ensure patients have continued access. We are encouraged to see the overall impact of biosimilars on reducing drug costs and continue to strongly support their use. As an example, the average sales price (ASP) of infliximab (Remicade) in q4 2016, the last quarter it had market exclusivity, was \$828.72, while in q4 2023 its ASP is \$326.37. This represents over a 60% reduction in cost. The problem our practices are facing relates to market instability in the pricing of these drugs and the support (or lack thereof) the manufacturers give to ASP – allowing ASP to fall below acquisition cost and creating the current situation where the two versions of infliximab are underwater. This problem is being compounded by UHC and other payer formularies requiring use of the underwater drugs. This unfairly shifts the burden of drug costs on to physicians and creates an untenable situation for rheumatology practices. As evidenced above, the branded version of infliximab (Remicade) has had a massive drop in sales price in the past 7 years and offers a significant cost savings when compared to other biologics on the market today. We feel strongly that our practices should be appropriately reimbursed for using ANY version of the most cost effective infusible biologic drug.

We appreciate your consideration of these concerns and ask that UHC review formulary requirements for infliximab products and consider appropriate reimbursement rates. We would also appreciate the opportunity to speak with you regarding this issue. Please contact Meredith Strozier, ACR Director of Practice Advocacy at mstrozier@rheumatology.org or (404)633-3777 with any questions or to arrange a conference call.

Sincerely,

Rebecca Shepherd, MD

Chair, ACR Insurance Subcommittee