

Medical Beneficiary and Pharmaceutical Services Division Published: April 2014



# What's Inside

1.	Int	roduction	2
	1.1	Citations	2
	1.2	Comments and Inquiries	2
	1.3	Data Sources	2
2.	Ph	armaCare Plans	3
	2.1	Fair PharmaCare (Plan I)	3
	2.2	Permanent Residents of Licensed Residential Care Facilities (Plan B)	3
	2.3	Recipients of B.C. Income Assistance (Plan C)	3
	2.4	Patients Registered with a Provincial Cystic Fibrosis Clinic (Plan D)	3
	2.5	Children Eligible Through the At Home Program of the Ministry of Children and Family Development (Plan F)	4
	2.6	No-Charge Psychiatric Medication Plan (Plan G)	4
	2.7	Palliative Care Drug Plan (Plan P)	4
	2.8	Medication Management—Clinical Services, Medication Review Services and Pharmacist-Administered Publicly Funded Vaccines (Plan M)	4
	2.9	Smoking Cessation-Nicotine Replacement Therapies (Plan S)	5
	2.10	B.C. Centre for Excellence in HIV/AIDS (Plan X)	5
3.	Ph	armaCare History	6
4.	Ph	armaCare Plan Expenditures 2006/07 to 2012/13	8
		Interpreting PharmaCare Data	
	4.2	PharmaCare Plan Expenditure Tables	9
5.	Ph	armaCare Data	18
	5.1	Number of Drugs Covered	19
	5.2	Formulary Expansion	20
	5.3	Top Ten Prescription Drugs	20
	5.4	PharmaCare Beneficiaries	22
	5.5	Payments to Pharmacies for Clinical Services, Medication Review Services and Pharmacist-Administered Publicly Funded Vaccines	25
_	D -		20

# 1. Introduction

This document updates information previously made available in *PharmaCare Trends* and the *Pharmaceutical Services Division Annual Performance Reports* published by the B.C. Ministry of Health. It provides information on the PharmaCare program to health researchers, government officials, and the public.

Data in this publication are provided by fiscal year.

### 1.1 Citations

This document must be cited as the source for any information extracted from it. Suggested citation: PharmaCare Trends 2012/13, Medical Beneficiary and Pharmaceutical Services Division, B.C. Ministry of Health, Victoria, B.C. (2012/13).

# 1.2 Comments and Inquiries

Please direct comments and inquiries:

- by e-mail to <a href="mailto:pharma@gov.bc.ca">pharma@gov.bc.ca</a>; or
- by mail to Policy, Outcomes Evaluation & Research Branch, Medical Beneficiary and Pharmaceutical Services Division, B.C. Ministry of Health, PO Box 9652, Victoria B.C. V8W 9P4

### 1.3 Data Sources

Unless otherwise noted, data in this publication was drawn from the Ministry of Health, PharmaNet/HealthIdeas Data.

# 2. PharmaCare Plans

# 2.1 Fair PharmaCare (Plan I)

The Fair PharmaCare plan took effect May 1, 2003, and is the largest of the drug coverage plans under the B.C. PharmaCare program. Assistance for individuals is based on their annual net income. For families, assistance is based on the combined annual net income of both spouses. At the end of March 2013, 1,220,812¹ families were registered for Fair PharmaCare.

# 2.2 Permanent Residents of Licensed Residential Care Facilities (Plan B)

B.C. provides dedicated coverage of prescription medications for permanent residents of licensed residential care facilities. Individuals in residential care receive 100% coverage of eligible prescription costs. They are not required to meet a deductible or make co-payments and coverage is provided automatically beginning the first day the patient becomes a resident at a facility. In 2012/13, approximately 29,000 British Columbians benefited from this coverage.

# 2.3 Recipients of B.C. Income Assistance (Plan C)

Under Plan C, individuals receiving provincial income assistance are eligible for PharmaCare coverage (100% of eligible prescription costs). No deductibles or co-payments are required.

Coverage has been available to individuals receiving B.C. income assistance from the Ministry of Social Development and Social Innovation since the 1970s. In 2003, when Fair PharmaCare was introduced, Plan C was expanded to include all seniors receiving income assistance.

Registration in Plan C is automatic and coverage remains in place until a person's income assistance ends, at which time they can receive coverage under the income-based Fair PharmaCare plan.

In 2012/13, Plan C expenditures represented just over 74% of the total expenditure for all specialty plans (i.e., plans other than Fair PharmaCare), providing coverage to approximately 174,000 residents.

# 2.4 Patients Registered with a Provincial Cystic Fibrosis Clinic (Plan D)

Since 1995, individuals with cystic fibrosis who register with a provincial Cystic Fibrosis Clinic have received coverage of eligible digestive enzymes. PharmaCare pays 100% of the product cost (up to the maximum price recognized by PharmaCare) and the dispensing fee, up to the accepted maximum.

In 2012/13, over 300 individuals with cystic fibrosis received coverage under this plan. Only four other provinces have designated plans for cystic fibrosis.

Ministry of Health, Medical Beneficiary and Pharmaceutical Services Division PharmaCare Trends 2012/13

<sup>&</sup>lt;sup>1</sup> Source: Policy, Outcomes Evaluation and Research, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health. Retrieved October 2, 2013, HealthIdeas Data.

# 2.5 Children Eligible Through the At Home Program of the Ministry of Children and Family Development (Plan F)

The At Home Program provides community-based, family-style care for children with disabilities age 18 or under who would otherwise become reliant on institutional care.

Plan F provides eligible benefits—at no charge—to children eligible for "full" or "medical only" benefits under the At Home Program. Both the dispensing fee and 100% of the eligible drug cost are covered. In 2012/13, there were 2,800 children eligible for this plan.

# 2.6 No-Charge Psychiatric Medication Plan (Plan G)

B.C. PharmaCare delivers a plan dedicated to assisting mental health patients. In 2012/13, approximately 31,000 patients who were registered with a Mental Health Services Centre, and who demonstrated clinical and financial need, qualified for 100% coverage of the eligible cost of certain psychiatric medications. Mental Health Services Centres determine individual patient eligibility.

# 2.7 Palliative Care Drug Plan (Plan P)

PharmaCare funds and administers the drug plan portion of the BC Palliative Care Benefits Program. Local health authorities retain full responsibility for provision of medical supplies and equipment covered by the program. The drug plan portion of the program is called the B.C. Palliative Care Drug Plan ("Plan P").

All B.C. residents enrolled in the Medical Services Plan are eligible for the BC Palliative Care Benefits Program if they:

- are living at home (defined as wherever the person is living, whether in their own home, with family or friends, or in a supportive living residence or hospice not covered under PharmaCare Plan B);
- have been diagnosed with a life-threatening illness or condition;
- have a life expectancy of up to six months; and
- consent to the focus of care being palliative rather than treatment aimed at cure.

 $The \ individual's \ physician \ determines \ their \ medical \ eligibility \ under \ these \ criteria.$ 

Roughly 11,000 patients received coverage under this plan in 2012/13.

# 2.8 Medication Management—Clinical Services, Medication Review Services and Pharmacist-Administered Publicly Funded Vaccines (Plan M)

This plan allows B.C. pharmacies to claim PharmaCare-paid fees for clinical services, medication review services, and pharmacist administration of publicly funded vaccines as defined below.

- Clinical Services: PharmaCare pays pharmacies set fees for providing clinical services to B.C. residents, including prescription renewal and adaptation. These fees are paid to pharmacies whether or not the patient or drug is covered by PharmaCare.
- Medication Review Services: Pharmacists provide these patient-care services to eligible PharmaCare beneficiaries through individualized, in-person appointments.

During the appointment, the patient and pharmacist identify all medications that the patient is taking, discuss how the medications are best taken and, where appropriate, create a medication management plan to address any issues.

Administration of Publicly Funded Vaccinations: Pharmacists who have completed training and have been authorized by the College of Pharmacists of BC to administer injections receive payment for each publicly funded vaccination they administer to an eligible B.C. resident.

In 2012/13, PharmaCare paid \$13.81 million for claims made by pharmacies under Plan M.

# 2.9 Smoking Cessation-Nicotine Replacement Therapies (Plan S)

The Smoking Cessation Program, introduced on September 30, 2011, covers smoking cessation products for eligible B.C. residents who wish to stop smoking or using other tobacco products.

Individuals are covered for eligible prescription smoking cessation drugs under the rules of their primary PharmaCare plan (including any annual deductible or family maximum requirement).

Eligible nicotine replacement therapy products are provided at no cost to all eligible individuals regardless of the rules of their PharmaCare plan.

In 2012/13, the program provided 50,000 patients with free nicotine replacement therapy.

# 2.10 B.C. Centre for Excellence in HIV/AIDS (Plan X)

Established in 1992, the B.C. Centre for Excellence in HIV/AIDS is Canada's largest HIV/AIDS research and treatment facility. It provides support and treatment services for persons living with HIV.

Residents of B.C. infected with HIV who are eligible for health care services and benefits receive their antiviral medications at no cost through the centre's drug treatment program.

Since 2001, the Centre for Excellence has received funding for its drug treatment program from PharmaCare. Funding for administration and research flows through the Provincial Health Services Authority.

For more information on PharmaCare programs and policies, visit our website at www.health.gov.bc.ca/pharmacare.

# 3. PharmaCare History

Since PharmaCare's inception in 1974, the Ministry of Health has delivered high quality prescription drug coverage that is responsive to the needs of British Columbians.

1974	BC PharmaCare Program becomes operational under the Ministry of Human Resources.
	BC PharmaCare Plan A established to provide coverage for seniors. Plan B becomes the prescription drug subsidy plan for low-income individuals not on B.C. income assistance. Plan C introduced for B.C. income assistance clients.
1977	Plan B replaced by universal plan for residents under 65 (Plan E).
	BC PharmaCare expanded to provide services to long-term care facilities and private hospitals (Plan B).
1978	A drug usage review program established to monitor drug utilization and educate practitioners.
1987	Administration of BC PharmaCare transferred to the Ministry of Health.
	Plan A (seniors) co-payment scheme introduced.
1989	Plan F introduced, allowing severely disabled children to live at home by assisting the children's families with the cost of their drugs.
1990	Triplicate Prescription Program and Rural Incentive Program begin.
1993	Trial Prescription Program begins.
1994	The Low Cost Alternative (LCA) Program introduced to encourage the use of equally effective lower cost drugs.
	Drug Benefit Committee established.
	Therapeutics Initiative established at the University of British Columbia.
1995	Reference Drug Program (RDP) launched.
	Pharmacoeconomic Initiative established at the University of British Columbia.
1996	PharmaNet (province-wide network for prescription claim processing) implemented.
	Maximum Days' Supply policy introduced.
1997	RDP expanded to ACE inhibitors and Calcium Channel Blockers. RDP evaluations begin.
	Plan G coverage of psychiatric medications begins.
1999	Hospital Emergency Departments Access to PharmaNet launched.
2000	Medical Practice Access to PharmaNet pilot project begins.
2001	Responsibility for all drugs acting on cancerous tumours transferred to the BC Cancer Agency.
2002	Plan A splits into two components - regular Plan A and Plan A1 for seniors receiving Premium Assistance for their Medical Services Plan payments.
	Coverage of Early Fills Policy introduced
2003	Income-based Fair PharmaCare Plan introduced to focus resources on B.C. families who are most in need. Fair PharmaCare replaces both the Universal Plan (Plan E) and the Seniors Plan (Plan A).

Fair PharmaCare Monthly Deductible Payment Option introduced to help families distribute the expenses over the course of the year.  Health Insurance BC becomes the alternate service delivery provider for BC PharmaCare and	≏ir
Haalth Incurance DC becomes the alternate convice delivery provider for DC DharmaCare and	<b>-</b> 11
Health Insurance BC becomes the alternate service delivery provider for BC PharmaCare and Medical Services Plan operations.	
Medical Practice Access to PharmaNet implemented.	
BC PharmaCare assumes responsibility for funding and administering the BC Palliative Care Dru Plan, the drug plan portion of the B.C. Palliative Care Benefits program.	g
2007 Alzheimer's Drug Therapy Initiative (ADTI) launched.	
Hospital Access to PharmaNet launched.	
2008 Provincial Academic Detailing launched.	
The Province and BC Pharmacy Association sign an Interim Agreement to implement drug procurement patient care options recommended in the Pharmaceutical Task Force report.	
Travel Supply Policy introduced.	
Expanded scope of practice for pharmacists takes effect (prescription renewal and adaptation)	
2009 Interim Multi-Source Generics Pricing policy implemented.	
Interim policy introduced to support clinical services fees associated with prescription renewals and adaptations.	5
Frequency of Dispensing policy introduced.	
Expansion of pharmacists' scope of practice and PharmaCare payment to include the administration of vaccines by pharmacists.	
Drug Benefit Committee reconstituted as the "Drug Benefit Council" (DBC) to more appropriate reflect the arms-length role expected in carrying out the drug review process. DBC modified to include the participation of three public members.	ely
The Province, the BC Pharmacy Association and the Canadian Association of Chain Drug Stores sign the Pharmacy Services Agreement initiating changes to BC PharmaCare fees and policies.	
The Province establishes a maximum accepted list price for all generic drugs subject to the LCA Program. Interim Multi-Source Generics Pricing policy discontinued.	
Full Payment Policy introduced.	
Medication Management pilot project begins.	
PharmaCare begins accepting public input to drug coverage reviews through the <u>Your Voice</u> website.	
BC PharmaCare online Formulary Search launched.	
Updated Rural Incentive Program for pharmacies introduced.	
Province launches B.C. Smoking Cessation Program (NRTs covered under Plan S, prescription smoking cessation drugs covered under select plans.)	
PharmaCare payment for medication review services begins.	
2012 Pharmaceutical Services Act comes into force.	
Plan M introduced to encompass coverage of clinical services, medication reviews, and administration of publicly funded vaccines.	
Compounded Prescription Policy revised.	
Drug Price Regulation comes into force.	

# 4. PharmaCare Plan Expenditures 2006/07 to 2012/13

# 4.1 Interpreting PharmaCare Data

The following data regarding costs, expenditures and paid amounts refer only to PharmaCare plan expenditures—i.e., costs associated with Plans B, C, D, F, G, P, S and Fair PharmaCare (indicated in the tables as "Plan I"). Expenditures for drugs provided through the B.C. Centre for Excellence in HIV/AIDS and additional pharmacy expenditures are captured only in Section <u>4.2</u>, Table A under "Additional Payments and Recoveries."

In addition, claims expenditures are based only on claims submitted by community pharmacies and do not include hospital in-patient prescription drug expenditures.

Subject to general PharmaCare coverage rules and the rules of their particular PharmaCare plan, beneficiaries may be responsible for paying some of their prescription costs. Thus, the claims data refer only to claims to which PharmaCare contributed a portion of the cost.

# Significant policy changes to PharmaCare Plans

Significant changes in plan coverage policies affecting PharmaCare expenditure data, such as the introduction of Fair PharmaCare and the <u>Frequency of Dispensing Policy</u> are noted in Section 3, PharmaCare History.

### **Data Quality Note**

Data were extracted from the Ministry of Health HealthIdeas database and may not reconcile exactly with previous reports due to data quality improvements.

### **Definitions**

Claim(s)	A request to PharmaCare for payment of the cost of processing a prescription. For example, a prescription for a 90-day supply of medication, dispensed at 30-day intervals, would count as three claims.
Days' Supply	The length of time a supply of medication dispensed will last based on the dosage prescribed (e.g., 60 tablets at a dosage of one tablet twice daily would equal a 30-day supply).
Dispensing fee/ Professional fee	The fee a pharmacy charges to process a prescription.
Ingredient cost paid / Professional fee paid / Total paid costs	Amounts paid by PharmaCare (i.e., excluding amounts paid by beneficiaries).

# 4.2 PharmaCare Plan Expenditure Tables

Table A—Total Claims Expenditures: All Plans

	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims (millions)	21.85	24.08	26.14	26.69	28.03	29.77	30.83
Number of beneficiaries (millions)	0.81	0.79	0.77	0.78	0.79	0.82	0.79
Ingredient costs paid (millions)	\$673.01	\$690.55	\$723.16	\$769.36	\$784.36	\$767.49	\$748.96
Professional + capitation fees paid (millions)	\$157.19	\$171.20	\$182.63	\$170.33	\$187.94	\$215.29	\$222.83
Total amount paid (millions)	\$830.20	\$861.75	\$905.79	\$939.69	\$972.30	\$982.78	\$971.79
Avg number of claims per beneficiary	27.12	30.44	33.82	34.24	35.49	36.49	38.87
Avg total paid cost per beneficiary	\$1,030.20	\$1,089.61	\$1,171.66	\$1,205.55	\$1,231.17	\$1,204.64	\$1,225.33
Avg professional fees paid per claim	\$7.19	\$7.11	\$6.99	\$6.38	\$6.71	\$7.23	\$7.23
Avg ingredient cost paid per claim	\$30.80	\$28.68	\$27.66	\$28.83	\$27.99	\$25.78	\$24.29
Avg total amount paid per claim	\$37.99	\$35.79	\$34.65	\$35.21	\$34.69	\$33.02	\$31.52
Avg days' supply per claim	28.66	26.38	24.23	24.20	23.51	22.40	21.16
Additional Payments and Recoveries (millions)	\$83.21	\$85.03	\$83.38	\$92.41	\$120.97	\$126.33	\$129.09
Total Annual Expenditure (millions)	\$913.41	\$946.78	\$989.17	\$1,032.10	\$1,093.27	\$1,109.11	\$1,100.88

Source: Policy, Outcomes Evaluation and Research, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health. Retrieved October 2, 2013, HealthIdeas. Data for the period April 1, 2006, to March 31, 2013.

#### Notes:

<sup>\*</sup> Includes both dispensing fees and residential care facility capitation fees.

<sup>^</sup> Includes additional payments that are not adjudicated in the same manner as regular prescription claims in PharmaNet. These include—but are not limited to—payments and reimbursements to the B.C. Centre for Excellence, methadone interaction fees, audit recoveries, pharmacy services, rural incentive program, and through various contracts.

Table B—PharmaCare Claims Expenditures: Plan B (Permanent Residents of Licensed Residential Care Facilities)

	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims (millions)	1.90	2.57	3.28	3.72	3.99	4.23	4.41
Number of beneficiaries (millions)	0.02	0.03	0.03	0.03	0.03	0.03	0.03
Ingredient costs paid (millions)	\$32.82	\$33.42	\$35.26	\$37.59	\$37.37	\$34.36	\$32.53
Capitation fees paid (millions)	\$8.15	\$8.15	\$8.58	\$8.96	\$9.64	\$11.59	\$11.76
Total amount paid (millions)	\$40.97	\$41.57	\$43.84	\$46.55	\$47.01	\$45.95	\$44.29
Avg number of claims per beneficiary	77.94	101.85	122.31	135.00	141.52	148.91	151.81
Avg total paid cost per beneficiary	\$1,678.77	\$1,646.95	\$1,634.41	\$1,688.64	\$1,668.57	\$1,618.42	\$1,524.10
Avg professional fees paid per claim	\$4.29	\$3.17	\$2.62	\$2.41	\$2.42	\$2.74	\$2.67
Avg ingredient cost paid per claim	\$17.25	\$13.00	\$10.75	\$10.10	\$9.37	\$8.13	\$7.37
Avg total amount paid per claim	\$21.54	\$16.17	\$13.36	\$12.51	\$11.79	\$10.87	\$10.04
Avg days' supply per claim	18.40	14.04	11.49	10.61	10.07	9.69	9.35

#### Notes:

In 2006, PharmaCare changed its payment policy for pharmacy services to residential care facilities. Before 2006, Plan B monthly capitation payments were based on the number of recognized beds a pharmacy had serviced in the previous month. As of January 1, 2006, the pharmacy monthly capitation rate was changed to \$35 per patient registered for Plan B. However, the capitation rate has since returned to the previous "per bed" policy.

<sup>\*</sup> Plan B does not have a professional fee; pharmacies are paid a monthly capitation rate. This amount is included in the above table.

Table C—PharmaCare Claims Expenditures: Plan C (Recipients of B.C. Income Assistance)

	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims (millions)	7.32	8.16	8.99	9.31	10.02	10.92	11.59
Number of beneficiaries (millions)	0.15	0.15	0.16	0.17	0.18	0.18	0.17
Ingredient costs paid (millions)	\$169.82	\$177.24	\$190.61	\$207.26	\$214.09	\$206.33	\$202.12
Professional fees paid (millions)	\$60.92	\$68.52	\$74.97	\$70.63	\$79.93	\$93.18	\$98.79
Total amount paid (millions)	\$230.74	\$245.76	\$265.58	\$277.89	\$294.02	\$299.51	\$300.91
Avg number of claims per beneficiary	50.32	55.41	57.84	54.51	56.45	61.19	66.46
Avg total paid cost per beneficiary	\$1,586.86	\$1,669.53	\$1,709.58	\$1,627.59	\$1,656.81	\$1,677.90	\$1,725.83
Avg professional fees paid per claim	\$8.33	\$8.40	\$8.34	\$7.59	\$7.98	\$8.53	\$8.53
Avg ingredient cost paid per claim	\$23.21	\$21.73	\$21.21	\$22.27	\$21.37	\$18.89	\$17.44
Avg total amount paid per claim	\$31.54	\$30.13	\$29.56	\$29.86	\$29.35	\$27.42	\$25.97
Avg days' supply per claim	15.86	14.84	14.11	14.71	14.42	13.80	13.14

Table D—PharmaCare Claims Expenditures: Plan D (Cystic Fibrosis)

	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims	1,547	1,724	1,788	1,779	1,830	1,985	1,938
Number of beneficiaries	280	277	275	282	289	294	306
Ingredient costs paid (millions)	\$0.88	\$1.00	\$1.00	\$1.11	\$1.12	\$1.28	\$1.28
Professional fees paid	\$12,880.76	\$14,577.95	\$15,153.90	\$14,903.63	\$15,954.04	\$18,859.26	\$18,409.85
Total amount paid (millions)	\$0.89	\$1.01	\$1.02	\$1.12	\$1.14	\$1.30	\$1.30
Avg number of claims per beneficiary	5.53	6.22	6.50	6.31	6.33	6.75	6.33
Avg total paid cost per beneficiary	\$3,184.64	\$3,650.65	\$3,679.03	\$3,977.92	\$3,944.55	\$4,410.73	\$4,242.19
Avg professional fees paid per claim	\$8.33	\$8.46	\$8.48	\$8.38	\$8.72	\$9.50	\$9.50
Avg ingredient cost paid per claim	\$568.08	\$578.10	\$557.37	\$622.19	\$614.22	\$643.78	\$660.32
Avg total amount paid per claim	\$576.41	\$586.56	\$565.85	\$630.56	\$622.94	\$653.28	\$669.82
Avg days' supply per claim	47.40	43.20	40.18	41.53	41.36	39.42	42.18

Table E—PharmaCare Claims Expenditures: Plan F (At Home Children)

	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims	36,546	38,389	39,574	39,598	42,314	45,262	46,206
Number of beneficiaries	2,328	2,390	2,441	2,490	2,625	2,722	2,784
Ingredient costs paid (millions)	\$3.85	\$3.96	\$3.92	\$4.22	\$4.45	\$4.80	\$4.64
Professional fees paid (millions)	\$0.29	\$0.31	\$0.33	\$0.32	\$0.37	\$0.42	\$0.44
Total amount paid (millions)	\$4.14	\$4.27	\$4.25	\$4.54	\$4.82	\$5.22	\$5.08
Avg number of claims per beneficiary	15.70	16.06	16.21	15.90	16.12	16.63	16.60
Avg total paid cost per beneficiary	\$1,781.22	\$1,787.50	\$1,739.79	\$1,825.07	\$1,834.02	\$1,916.67	\$1,822.36
Avg professional fees paid per claim	\$8.03	\$8.18	\$8.21	\$8.11	\$8.65	\$9.28	\$9.49
Avg ingredient cost paid per claim	\$105.43	\$103.11	\$99.10	\$106.65	\$105.13	\$105.98	\$100.31
Avg total amount paid per claim	\$113.46	\$111.29	\$107.31	\$114.76	\$113.78	\$115.27	\$109.80
Avg days' supply per claim	30.87	30.37	29.98	30.79	30.43	30.02	30.11

Table F—PharmaCare Claims Expenditures: Plan G (No-Charge Psychiatric Medication Plan)

	· · · · · · · · · · · · · · · · · · ·						
	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims (millions)	0.47	0.50	0.53	0.54	0.60	0.69	0.75
Number of beneficiaries (millions)	0.02	0.02	0.02	0.02	0.03	0.03	0.03
Ingredient costs paid (millions)	\$17.51	\$16.91	\$17.45	\$18.05	\$19.38	\$19.11	\$20.31
Professional fees paid (millions)	\$3.94	\$4.24	\$4.44	\$4.32	\$5.06	\$6.15	\$6.73
Total amount paid (millions)	\$21.45	\$21.15	\$21.89	\$22.37	\$24.44	\$25.26	\$27.04
Avg number of claims per beneficiary	21.34	23.35	23.87	22.86	22.87	23.59	24.49
Avg total paid cost per beneficiary	\$970.77	\$981.30	\$993.24	\$943.43	\$924.24	\$869.22	\$880.36
Avg professional fees paid per claim	\$8.35	\$8.42	\$8.44	\$7.97	\$8.37	\$8.97	\$8.95
Avg ingredient cost paid per claim	\$37.14	\$33.61	\$33.18	\$33.30	\$32.04	\$27.87	\$26.99
Avg total amount paid per claim	\$45.49	\$42.03	\$41.61	\$41.27	\$40.41	\$36.84	\$35.94
Avg days' supply per claim	23.70	22.88	22.32	23.23	23.05	22.73	22.23

Table G—PharmaCare Claims Expenditures: Plan I (Fair PharmaCare)

	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims (millions)	11.83	12.49	12.97	12.71	12.98	13.35	13.46
Number of beneficiaries (millions)	0.63	0.61	0.58	0.57	0.57	0.57	0.55
Ingredient costs paid (millions)	\$438.43	\$448.17	\$464.10	\$489.02	\$494.71	\$479.84	\$467.13
Professional fees paid (millions)	\$81.47	\$87.36	\$91.49	\$83.33	\$89.83	\$99.34	\$100.19
Total amount paid (millions)	\$519.90	\$535.53	\$555.59	\$572.35	\$584.54	\$579.18	\$567.32
Avg number of claims per beneficiary	18.76	20.39	22.17	22.15	22.60	23.57	24.65
Avg total paid cost per beneficiary	\$824.32	\$874.46	\$949.89	\$997.44	\$1,017.83	\$1,022.51	\$1,038.83
Avg professional fees paid per claim	\$6.89	\$6.99	\$7.05	\$6.56	\$6.92	\$7.44	\$7.44
Avg ingredient cost paid per claim	\$37.06	\$35.88	\$35.78	\$38.47	\$38.12	\$35.94	\$34.70
Avg total amount paid per claim	\$43.94	\$42.88	\$42.84	\$45.03	\$45.05	\$43.38	\$42.14
Avg days' supply per claim	38.74	36.85	34.76	35.40	34.91	33.62	32.06

#### Notes:

- Deductibles and annual family maximums are based on a family's net annual income. Registrants born in or before 1939 are eligible for enhanced assistance:
  - Individuals and families registered for Fair PharmaCare pay full drug costs and dispensing fees until they reach their deductible. Once the deductible is met, PharmaCare pays 70% of eligible costs until they reach their annual family maximum. Once the annual family maximum is met, PharmaCare covers 100% of all eligible costs.
  - Individuals and families receiving Fair PharmaCare Enhanced Assistance pay full drug costs and dispensing fees until they reach their deductible. Once the deductible is met, PharmaCare pays 75% of eligible costs, until they reach their annual family maximum. Once the annual family maximum is met, PharmaCare covers 100% of all eligible costs.
- For more information on deductibles and annual family maximums, visit the PharmaCare website at <a href="https://www.health.gov.bc.ca/pharmacare/plani/planiindex.html#6">www.health.gov.bc.ca/pharmacare/plani/planiindex.html#6</a>.

Table H—PharmaCare Claims Expenditures: Plan P (Palliative Care)

	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
Number of claims (millions)	0.29	0.32	0.34	0.37	0.40	0.43	0.48
Number of beneficiaries	8,466	8,895	9,179	9,862	10,579	10,924	11,084
Ingredient costs paid (millions)	\$9.69	\$9.85	\$10.82	\$12.11	\$13.23	\$13.91	\$13.67
Professional fees paid (millions)	\$2.39	\$2.60	\$2.81	\$2.75	\$3.10	\$3.63	\$4.02
Total amount paid (millions)	\$12.08	\$12.45	\$13.63	\$14.86	\$16.33	\$17.54	\$17.69
Avg number of claims per beneficiary	34.58	35.48	37.18	37.19	37.38	39.44	42.93
Avg total paid cost per beneficiary	\$1,427.35	\$1,400.16	\$1,485.47	\$1,507.18	\$1,543.44	\$1,605.08	\$1,595.52
Avg professional fees paid per claim	\$8.18	\$8.25	\$8.25	\$7.51	\$7.84	\$8.41	\$8.44
Avg ingredient cost paid per claim	\$33.10	\$31.21	\$31.70	\$33.02	\$33.45	\$32.28	\$28.72
Avg total amount paid per claim	\$41.28	\$39.46	\$39.95	\$40.53	\$41.29	\$40.69	\$37.16
Avg days' supply per claim	15.92	15.51	15.19	15.57	15.29	14.86	13.71

Table I—PharmaCare Claims Expenditures: Plan S (Smoking Cessation Nicotine Replacement Therapies)

	2011/2012	2012/2013
Number of claims (millions)	0.10	0.09
Number of beneficiaries	51,985	49,743
Ingredient costs paid (millions)	\$7.85	\$7.29
Professional fees paid (millions)	\$0.95	\$0.88
Total amount paid (millions)	\$8.80	\$8.17
Avg number of claims per beneficiary	1.95	1.85
Avg total paid cost per beneficiary	\$169.43	\$164.22
Avg professional fees paid per claim	\$9.43	\$9.58
Avg ingredient cost paid per claim	\$77.57	\$79.07
Avg total amount paid per claim	\$87.00	\$88.65
Avg days' supply per claim	27.12	27.23

# 5. PharmaCare Data

Table J—Comparison of PharmaCare Claims Expenditures for Selected Fiscal Years

Fiscal Year	4 Years Ago 2008/2009	1 Year Ago 2011/2012	2012/ 2013	1 Year Change	4 Year Change
ristal real	2000/2003	2011/2012	2013	Change	change
Number of claims (millions)	26.14	29.77	30.83	3.6%	17.9%
Number of beneficiaries (millions)	0.77	0.82	0.79	-3.7%	2.6%
Avg number of claims per beneficiary	33.82	36.49	38.87	6.5%	14.9%
Ingredient cost paid (millions)	\$723.16	\$767.49	\$748.96	-2.4%	3.6%
Professional and capitation fees paid (millions)	\$182.63	\$215.29	\$222.83	3.5%	22.0%
Total amount paid (millions)	\$905.79	\$982.78	\$971.79	-1.1%	7.3%
Avg total amount paid per claim	\$34.65	\$33.02	\$31.52	-4.5%	-9.0%
Avg days' supply per claim	24.23	22.40	21.16	-5.5%	-12.7%
Avg total paid cost per beneficiary	\$1,171.66	\$1,204.64	\$1,225.33	1.7%	4.6%
Total B.C. population (millions)	4.37	4.56	4.60	0.9%	5.3%

Source: Policy, Outcomes Evaluation and Research, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health. Retrieved October 2, 2013, HealthIdeas. Data for the period April 1, 2012, to March 31, 2013.

### Notes:

Dollar amounts refer to amounts paid by PharmaCare. Depending on coverage rules, beneficiaries may also pay a portion of the total drug cost. Data include Plan P claims expenditures.

Professional fees increased from \$8.60 to \$9.10 in July 2010. A further increase to \$9.60 occurred in October 2010, followed by a rise to \$10.00 in July 2011.

# 5.1 Number of Drugs Covered

PharmaCare is often asked how many drugs it covers. This number changes constantly as new drugs, and lower-cost versions of existing drugs, are introduced to the market.

The number of drugs eligible for some degree of PharmaCare coverage can be expressed in two ways:

- 1. As the number of distinct DINs (Drug Identification Numbers) assigned by Health Canada.
- 2. As the number of distinct active chemical ingredients.

The same active chemical ingredient may be available in varying strengths or formulations and be marketed by a number of different manufacturers. PharmaCare takes this into consideration by tracking its coverage of both the number of distinct products (DINs) and the number of unique chemical ingredients.

The number of unique chemicals indicates the variety of *treatments*; the number of DINs indicates the variety of individual *products*.

### Table K—Number of DINs Covered

DINs approved for use by Health Canada 2012/13 <sup>a</sup>	9,449
DINs eligible for PharmaCare coverage in 2012/13 <sup>a,b</sup>	4,899
DINs that received PharmaCare reimbursement in 2012/13 <sup>a, b, c</sup>	4,570

### Table L—Unique Chemicals Covered

Unique chemicals approved for use by Health Canada in 2012/13 <sup>a</sup>	1,399
Unique chemicals eligible for PharmaCare coverage in 2012/13 <sup>a,b</sup>	658
Unique chemicals that received PharmaCare reimbursement in 2012/13 <sup>a, b, c, d</sup>	722

### Sources:

- (1) Policy, Outcomes Evaluation and Research, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health. Retrieved October 2, 2013, HealthNet. Data for the period April 1, 2012, to March 31, 2013.
- (2) Health Canada, Drug Product Database. Published October 2013.

### Notes

- <sup>a</sup> This includes only those DINs/chemicals that are (i) found in the Health Canada database, (ii) approved by Health Canada for human use, and (iii) currently available.
- b On March 31, 2013, each DIN/chemical was covered under at least one PharmaCare plan.
- <sup>c</sup> In the last fiscal year, one or more PharmaCare beneficiaries was reimbursed for this DIN/chemical.
- d Some unique chemicals were approved on an exceptional case-by-case basis.

# 5.2 Formulary Expansion

Between April 1, 2012, and March 31, 2013, PharmaCare funded 22 new brand name drugs<sup>2</sup>. In addition, 653 generic drugs were added to the formulary (126 to new LCA categories and 527 to existing LCA categories).<sup>3</sup>

# 5.3 Top Ten Prescription Drugs

The division is often asked which drugs are most commonly prescribed in B.C. Although all prescriptions filled at B.C. community pharmacies are processed on PharmaNet, PharmaCare tracks only those prescriptions for which PharmaCare paid a portion of the cost.

Table M—Top Ten Drugs by PharmaCare Reimbursement 2012/13

Generic Name	Typical Usage	PharmaCare Reimbursement
INFLIXIMAB	Rheumatoid arthritis, Ankylosing Spondylitis, Crohn's disease, Psoriasis	\$50.85 million
ADALIMUMAB	Rheumatoid Arthritis, Psoriatic Arthritis, Ankylosing Spondylitis, Crohn's disease, psoriasis	\$35.61 million
METHADONE	Opioid addiction / Pain	\$26.41 million
ETANERCEPT	Rheumatoid Arthritis, Psoriatic Arthritis, Ankylosing Spondylitis, Crohn's disease, psoriasis	\$23.29 million
ATORVASTATIN	High cholesterol	\$20.11 million
QUETIAPINE FUMARATE	Schizophrenia, psychosis	\$19.08 million
ESCITALOPRAM OXALATE	Depression, anxiety	\$15.46 million
RAMIPRIL	High blood pressure	\$15.29 million
GABAPENTIN	Epilepsy	\$14.55 million
SALMETEROL/F LUTICASONE	Chronic obstructive pulmonary disease, asthma	\$14.44 million

Source: Policy, Outcomes Evaluation and Research, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health. Retrieved October 2, 2013, HealthIdeas. Data for the period April 1, 2012, to March 31, 2013.

### Notes:

- 1. PharmaCare reimbursement includes amounts paid to pharmacies for both the ingredient and dispensing fees.
- 2. PharmaCare reimbursement for methadone does not include interaction fees for pharmacists witnessing methadone ingestion.

<sup>&</sup>lt;sup>2</sup> This is the number of new chemical entities approved for coverage, including new drugs, new indications for existing drugs, modifications to Special Authority criteria, and new strengths or dosage formats of drugs. already covered. Formulary Management database, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health.

<sup>&</sup>lt;sup>3</sup> Business Management Supplier Relations and Systems, Medical Beneficiary and Pharmaceutical Services Division, monthly updates to Low Cost Alternative Program/Reference Drug Program information.

Table N—Top Ten Drugs by Number of PharmaCare Beneficiaries 2012/13

Generic Name	Typical Usage	Distinct Beneficiaries
ACETAMINOPHEN WITH CODEINE 30MG	Pain and fever	114,000
AMOXICILLIN	Bacterial infection	110,000
RAMIPRIL	High blood pressure	108,000
ATORVASTATIN	High cholesterol	99,000
LEVOTHYROXINE	Hypothyroidism	98,000
METFORMIN	Diabetes	89,000
HYDROCHLOROTHIAZIDE	High blood pressure	87,000
SALBUTAMOL	Asthma and lung diseases	85,000
LORAZEPAM	Anxiety	79,000
ROSUVASTATIN	High cholesterol	71,000

Note: Includes all medication strengths.

### 5.4 PharmaCare Beneficiaries

### PharmaCare Beneficiaries 2012/13

As shown below, a total of 793,077 provincial residents (17.2% of the entire B.C. population) received PharmaCare benefits in 2012/13.

The table below documents the number of PharmaCare beneficiaries in 2012/13 by five-year age groups, showing that the percentage of individuals receiving assistance from PharmaCare in 2012/13 increased with age.

Table O—PharmaCare Beneficiaries by Age Group 2012/13

	· ·	
Total BC Population	Number of PharmaCare Beneficiaries	Percentage of Age Group Receiving Benefits
223,725	12,334	5.5%
226,755	13,400	5.9%
233,268	12,863	5.5%
275,420	21,426	7.8%
298,851	31,649	10.6%
307,221	35,079	11.4%
305,017	31,703	10.4%
291,776	29,174	10.0%
324,147	33,737	10.4%
345,563	40,845	11.8%
369,298	50,090	13.6%
344,108	55,039	16.0%
299,009	60,316	20.2%
241,426	64,837	26.9%
172,879	71,190	41.2%
131,000	80,976	61.8%
101,241	71,080	70.2%
64,589	46,757	72.4%
46,437	30,582	65.9%
4,601,730	793,077	17.2%
	Population  223,725  226,755  233,268  275,420  298,851  307,221  305,017  291,776  324,147  345,563  369,298  344,108  299,009  241,426  172,879  131,000  101,241  64,589  46,437	Population         Beneficiaries           223,725         12,334           226,755         13,400           233,268         12,863           275,420         21,426           298,851         31,649           307,221         35,079           305,017         31,703           291,776         29,174           324,147         33,737           345,563         40,845           369,298         50,090           344,108         55,039           299,009         60,316           241,426         64,837           172,879         71,190           131,000         80,976           101,241         71,080           64,589         46,757           46,437         30,582

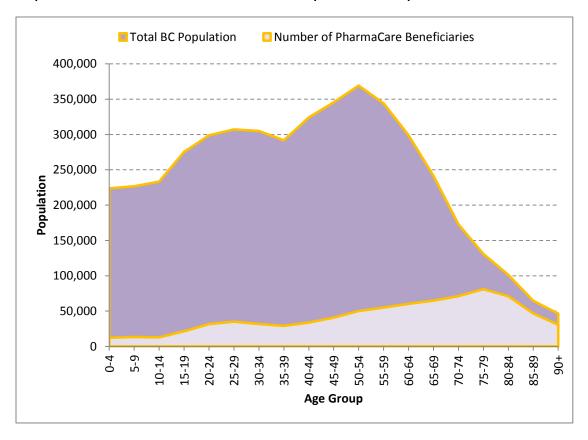
Source: Policy, Outcomes Evaluation and Research, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health. Retrieved October 2, 2013, HealthIdeas. Data for period April 1, 2012, to March 31, 2013.

Notes: The above table reflects patient ages at March 31, 2013.

## PharmaCare Beneficiaries Compared to B.C. Population 2012/13

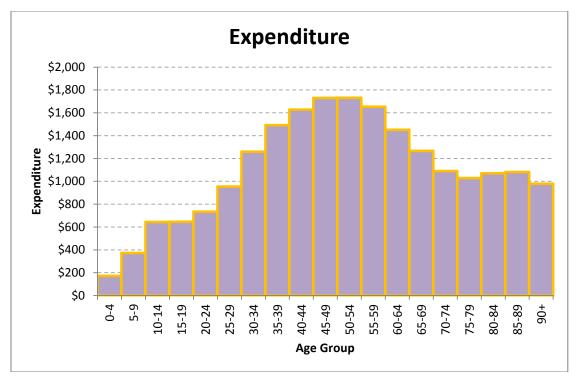
The graph below depicts data from the preceding table and compares the number of PharmaCare beneficiaries to B.C.'s total population by five-year age groups.

Graph A—PharmaCare Beneficiaries in 2012/13 Compared to B.C. Population



# Average Annual PharmaCare Expenditures per Beneficiary by Age Group 2012/13





Source: Policy, Outcomes Evaluation and Research, Medical Beneficiary and Pharmaceutical Services Division, Ministry of Health. Retrieved October 2, 2013, HealthIdeas. Data for the period April 1, 2012, to March 31, 2013.

### Notes:

- · Excludes capitation fees.
- Excludes additional fees and recoveries (e.g., methadone interaction fees, audit recoveries, pharmacist injection fees, rural incentive program fees).

# 5.5 Payments to Pharmacies for Clinical Services, Medication Review Services and Pharmacist-Administered Publicly Funded Vaccines

Table P—Payments to Pharmacies for Clinical Services, Medication Review Services and Pharmacist-Administered Publicly Funded Vaccines

Fiscal Year (by payment date)	Clinical Services (prescription renewals and adaptations)	Medication Review Services	Publicly Funded Vaccines
2009/2010	\$812,924	-	\$316,590
2010/2011	\$916,708	-	\$490,000
2011/2012	\$1,533,377	\$7,112,305	\$922,860
2012/2013	\$1,686,344	\$9,881,235	\$2,209,550

# 6. Resources

The websites listed below may provide relevant information about drug programs and policies in B.C. and in Canada.

### **British Columbia websites**

- BC Ministry of Health <u>www.health.gov.bc.ca</u>
- BC PharmaCare <u>www.health.gov.bc.ca/pharmacare</u>
- BC Mental Health and Substance Use <a href="https://www.health.gov.bc.ca/mhd">www.health.gov.bc.ca/mhd</a>
- Therapeutics Initiative <u>www.ti.ubc.ca</u>
- BC Centre for Excellence in HIV/AIDS <u>www.cfenet.ubc.ca</u>
- College of Pharmacists of BC <u>www.bcpharmacists.org</u>
- College of Physicians & Surgeons of BC www.cpsbc.ca
- College of Dental Surgeons of BC www.cdsbc.org
- College of Midwives of BC <u>www.cmbc.bc.ca</u>
- College of Registered Nurses of British Columbia www.crnbc.ca
- British Columbia Nurse Practitioner Association www.bcnpa.org
- College of Optometrists of BC <u>www.optometrybc.com</u>
- British Columbia Podiatric Medical Association www.foothealth.ca
- BC Medical Association <u>www.bcma.org</u>
- BC Pharmacy Association www.bcpharmacy.ca

### **Provincial websites**

- Alberta Health and Wellness <u>www.health.alberta.ca/services/drug-coverage-services.html</u>
- Saskatchewan Health <u>www.health.gov.sk.ca/ps\_drug\_plan.html</u>
- Manitoba PharmaCare Program www.gov.mb.ca/health/pharmacare/index.html
- Ontario Drug Benefit
   Program <u>www.health.gov.on.ca/en/public/programs/drugs/default.aspx</u>
- Quebec Prescription Drug
   Insurance www.ramq.gouv.qc.ca/en/citoyens/assurancemedicaments/index.shtml
- Newfoundland & Labrador Prescription Drug Program <u>www.gov.nf.ca/health/nlpdp</u>
- Nova Scotia Pharmacare www.gov.ns.ca/health/pharmacare/
- New Brunswick Prescription Drug Program <u>www.gnb.ca/0051/0212/index-e.asp</u>
- Prince Edward Island Health
   Services <a href="https://www.healthpei.ca/index.php3?number=1026180&lang=E">www.healthpei.ca/index.php3?number=1026180&lang=E</a>
- Northwest Territories Health Programs www.hlthss.gov.nt.ca
- Yukon Health & Social Services <u>www.hss.gov.yk.ca</u>
- Nunavut Health and Social Services www.gov.nu.ca/health

### Federal websites

- Health Canada <u>www.hc-sc.gc.ca</u>
- Health Canada, Drug Product Database <u>www.hc-sc.gc.ca/dhp-mps/prodpharma/databasdon/index e.html</u>
- Public Health Agency of Canada www.phac-aspc.gc.ca
- Canadian Institute for Health Information www.cihi.ca
- Patented Medicine Prices Review Board www.pmprb-cepmb.gc.ca

### **National** websites

- Canadian Agency for Drugs and Technologies in Health, Common Drug Review www.cadth.ca/en/products/cdr/cdr-overview
- Canadian Agency for Drugs and Technologies in Health, Canadian Optimal Medication
   Prescribing & Utilization Service <a href="https://www.cadth.ca/index.php/en/compus">www.cadth.ca/index.php/en/compus</a>

### Canadian association websites

- Canadian Pharmacists Association <u>www.pharmacists.ca</u>
- Canadian Medical Association <u>www.cma.ca</u>