

The Sacramento Bee's Editorial Board kicked off 2017 declaring the important need for public policy action to reign in out-of-control drug costs, noting Senator Ed Hernandez's Senate Bill 17 is a promising first step that shines a light on drug pricing practices and brings much-needed transparency to this one segment that's been operating in a black box.

GOP SHOULD FOCUS ON DRUG COSTS, NOT OBAMACARE REPEAL

THE SACRAMENTO BEE



By Editorial Board | January 2, 2017

"Instead of attacking a program that has worked to provide coverage to 20 million previously uninsured Americans, Congress should turn its attention to what drives up the cost of health care. One place to start is with the high cost of drugs...

"Many drugs extend lives and relieve suffering. But too many drugmakers are focused on shareholders and profits. To generate sales, nine drugmakers spent \$100 million or more each on ads in 2016 to persuade the public of the need for various pills, the nonpartisan health news website Stat reports. Altogether, Stat reports, there were 1.3 million ads aired on national television in 2016, at a multibillion-dollar cost that consumers ultimately shoulder...

"Drug companies are exploiting lax laws and regulations that enable exorbitant prices..."

- Tom Epstein, Retired Blue Shield *Insurance Executive*

"In 2016, Californians witnessed the prowess of drug company lobbyists and consultants." Pharmaceutical companies spent at least \$105 million, and perhaps \$125 million, to defeat Proposition 61, a complicated and flawed initiative that had promised to reduce drug prices.

"Earlier in the year, drug company lobbyists derailed legislation to increase drug price transparency. But drug companies should not take their victories as votes of confidence. Senate Health Committee Chairman Ed Hernandez, D-West Covina, will be back at it with a similar bill in 2017, having introduced Senate Bill 17. And voters could be more amenable to a targeted, less complicated initiative in 2018."

Read More: http://www.sacbee.com/opinion/editorials/article124195054.html

The California Association of Health Plans' RunawayRx project sheds light on the acceleration of prescription drug pricing and how it impacts health care affordability, encouraging a route toward sustainable pricing. For more information, please visit www.RunawayRx.org or follow us on Twitter at @Runaway Rx.