KPMG

Around the world of U.S. healthcare in 360 words or less

Center for Healthcare Regulatory Insight

June 8, 2018 | Issue 23

Editor's note

This note is produced by the KPMG Center for Healthcare Regulatory Insight and is intended to be short and succinct, less than 360 words, to provide a digestible bite of news relevant to our clients and practices. Links are provided to source material (proposed and final regulations, agency guidance and press releases, reports, research, etc.) when available.

In order to continue receiving ATW 360 in future weeks, you will need to subscribe to our mailing list <u>here</u>. Please share this email with colleagues and other interested individuals.

Subscribe here



HHS may be <u>reorganized and renamed</u> to consolidate and trim federal health and welfare program spending... HHS launched the <u>Division for Research, Innovation and Ventures</u> to spur development of technologies for detection and treatment of infectious diseases... FDA Commissioner <u>Scott Gottlieb announced</u> <u>changes</u> to modernize the Office of New Drugs to improve drug approval efficiency... FDA <u>approved the first biosimilar to Neulasta</u>, which reduces the risk of infection for cancer patients undergoing chemotherapy. <u>HHS OIG's semiannual report</u> to Congress details activities to combat fraud, waste, and abuse in federal healthcare programs... <u>GAO reported</u> that federal and state auditors identified \$68 million in overpayments and unallowable costs in Medicaid managed care plans over the past 5 years... HRSA <u>delayed the effective date</u> of the 340B ceiling prices and manufacturer penalties until July 2019, the fifth such delay.



Healthcare law and policy news

The Justice Department will <u>challenge the constitutionality</u> of the ACA...The <u>Medicare Trustees estimate</u> that the Trust Fund will be exhausted by 2026, three years earlier than projected last year...<u>OIG reported</u> that brand-name drug spending in Medicare Part D increased 77% between 2011 and 2015, despite a 17% decrease in prescriptions... Anthem's <u>PBM reported</u> that managing pharmacy and medical benefits together helped reduce drug price increases from 6% to 2%... Sanofi <u>reported that its net drug prices</u> decreased last year... HHS <u>may announce negotiated</u> insulin price cuts as early as next week.

Virginia's Governor <u>signed Medicaid expansion into law</u> (the 33rd state plus DC to do so); the Commonwealth will seek 1115 waiver approval for enrollee work requirements and additional premiums and co-pays for some enrollees.... A <u>Maine Superior</u> Judge ordered Governor LePage's administration to file paperwork by June 11 to expand Medicaid; LePage <u>appealed the</u> <u>decision</u>... Insurers are seeking average ACA plan premium increases next year in <u>New York (24%)</u>, <u>Washington (19.1%)</u>, and <u>Pennsylvania</u> (4.9%).

OMB Associate Director Joe Grogan told the <u>ACO Summit</u> that ACOs need to "accept risk sooner" and that CMMI has failed to produce promised savings... <u>AHRQ reported</u> that hospital safety efforts reduced hospital acquired conditions by 8% between 2014 and 2016, saving 8,000 lives and \$2.9 billion ... CMS launched a <u>Medicaid "Scorecard"</u> to track performance of states' programs.

0



Questions or comments, please send to us-hcinsight@kpmg.com

Privacy | Legal

You have received this message from KPMG LLP. If you wish to unsubscribe from Around the world of U.S. healthcare in 360 words or less, please <u>click here</u>. If you wish to unsubscribe from all KPMG communications, please <u>click here</u>.

0

KPMG LLP, 3 Chestnut Ridge Road, Montvale, NJ 07645

© 2018 KPMG LLP, a Delaware limited liability partnership and the U.S. member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved. NDPPS 698390

The KPMG name and logo are registered trademarks or trademarks of KPMG International.