

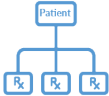




SHIFT OF THE NYRx PHARMACY BENEFIT FROM MEDICAID MANAGED CARE TO FEE FOR SERVICE APRIL 1, 2023 HELPS EXPAND PHARMACY CARE

Today's NY Pharmacy Benefit	NYRx April 1, 2023 Reform
 <p>16 managed care PBMs limit pharmacy providers.</p>	<p>Network to include 5,000+ pharmacy providers.</p>
 <p>Pharmacy-crushing "take or leave" contracts below or at cost.</p>	<p>Pharmacy-sustaining payments based on balanced national surveys.</p>
 <p>Limited as can't choose pharmacy, even if near home.</p>	<p>Expanded pharmacies serve as more access points.</p>
 <p>Confusing varied formulas, procedures, authorization.</p>	<p>Clear same set of rules and procedures for all.</p>
 <p>Exclusive formulary of 60-70% of FDA-approved drugs.</p>	<p>Inclusive formulary of 100% of FDA-approved drugs.</p>

Similar State Reforms



Aligned with WV reforms that saved over \$54 million in first year.

Aligned with CA reforms that saved the state \$405 million since January 2022.

Other State Actions



New rules after OH PBMs "charge more, keep the change" \$225 million in 2018.

PA looks to self-administer the benefit per 2018 data it paid nearly \$3 billion to PBMs.

TX is the 12th state to settle – \$165+ million – with Centene for overcharged claims.

NY Related Reforms



NY limits the "spread pricing" approach, but NY transparency and oversight only sure-fire way to address.

With the past 3 years dedicated to staging NYRx for its 4/1/23 reforms, systems are in place for a positive transition.