Health & Benefits





- Impact of COVID
- Legislative Developments
- •Emerging Trends
- •Quick Update

One Word to Describe COVID...



Disruption

Reductions



Emergency Room Elective Surgeries Dental Care





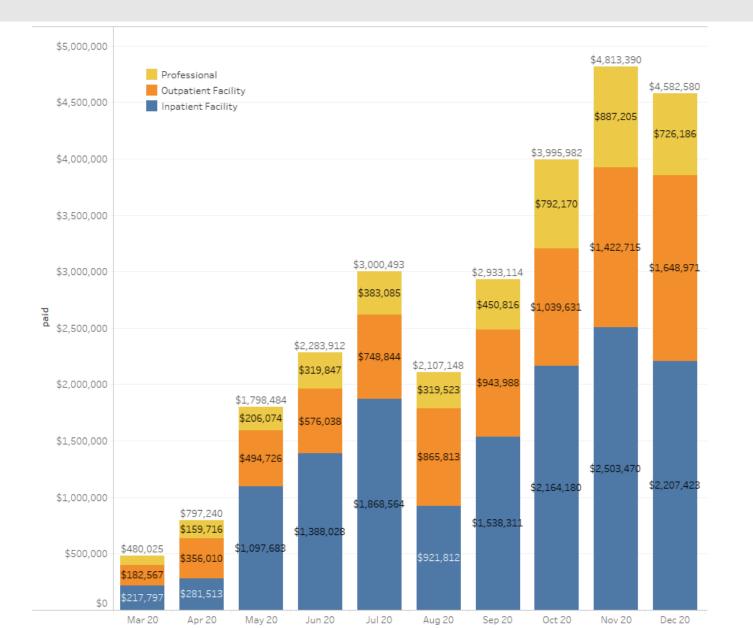


Prescription Drugs Mental Health COVID



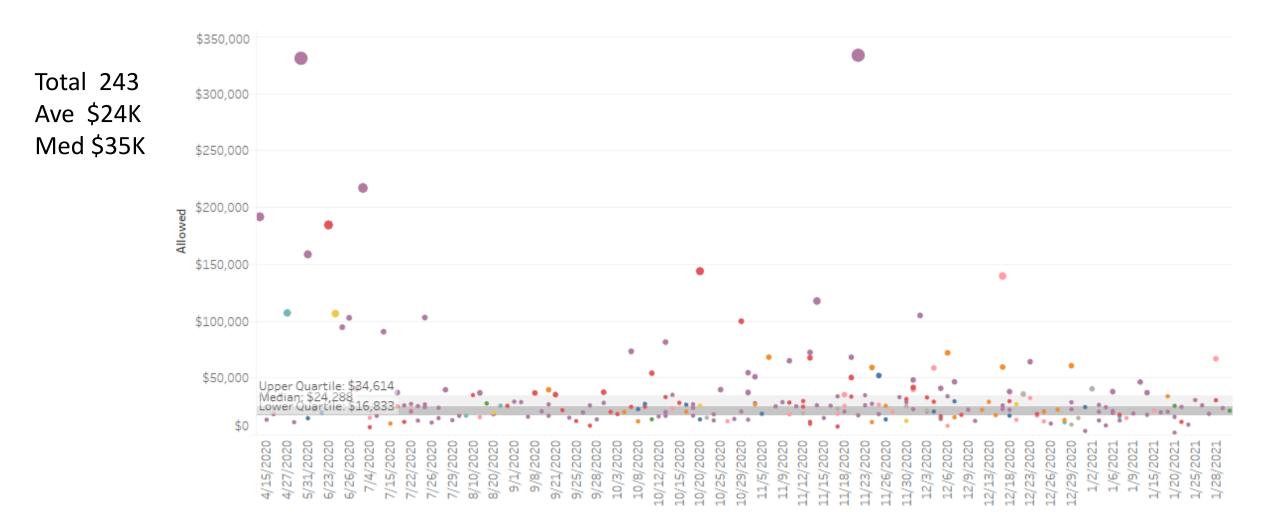
Total COVID Costs: \$26.79M





Hospital Admits: \$8.55M

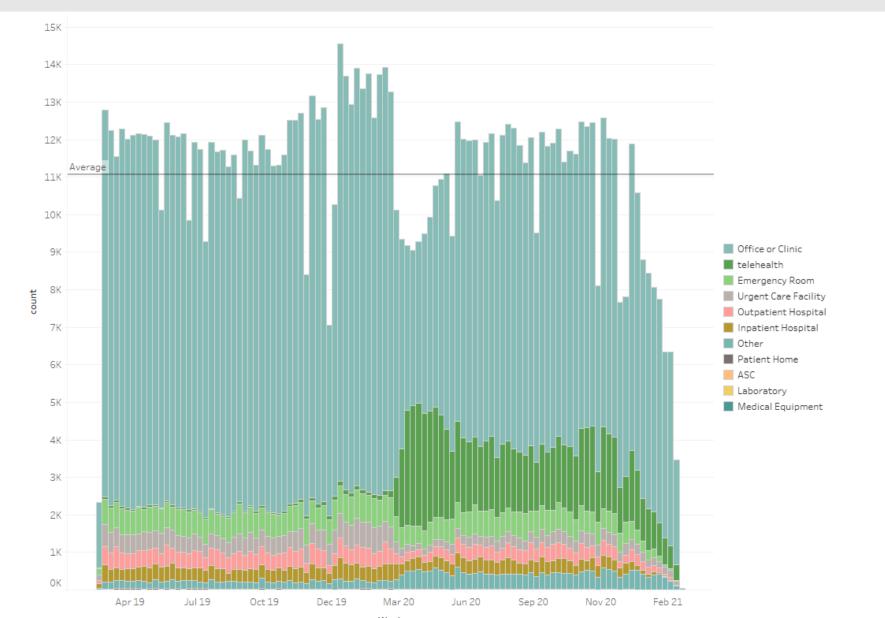








Medical Settings: Forest Green





In Sum



- 1. Medical Costs of COVID Less than Expected
- 2. Smoothing Approach
- 3. \$64K Question: Impact of Pent Up Demand for Knees, Hips, and Spinal Fusions

COVID-19 Benefits



- **COVID Testing:** 100% of in-network rate when medically indicated
- Treatment for Acute Care: Regular benefit before deductible, with a few employer exceptions
- Vaccine: 100% of in-network rate
- In-Network Provider: Medically appropriate & no balance billing
- Antibody Testing: Home tests NOT covered



COVID-19 Vaccine



- Three FDA-Approved
- Expect Expansion of Distribution Channels
- Vaccine vs. Cost of Administration
- •All Adults Eligible After April 1
- <u>https://coronavirus.utah.gov/vaccine-distribution/</u>
- •Local Health Department or In-Network

Federal Changes for Members



Payment of COBRA Premiums

- Involuntary Termination After November 2019
- Paid COBRA from April 1 to September 30 as Tax Credit
- 60-day Special Enrollment with Notice before June 1
- Word to the Wise: Avoid COBRA for Severance

• ER Surprise Billing

- Payment of Median ER Rate
- Provider Option for Baseball Arbitration
- Good for Patients & Providers; Not so much for Payors
- Limited Impact on PEHP Members

Federal Changes for Health Plans



- Mental Health Parity Reporting
- Drug Price Reporting
- Cost Tool Requirement
- Deductible & Max Out-of-Pocket on ID Cards
- •No Price Gag Clauses in Provider Contracts

State Legislation



SB 19– PEHP IVF Pilot for the State

- \$4,000 for Single-Embryo Implant
- Passed

HB 419—Coverage for EMS Volunteers

- Joint Effort of UAC & PEHP
- Failed

Gene Therapy Drugs



- Modifies or Replaces Genes to Treat Rare Diseases
- Range of \$.75M to \$2.2M & Possibly up to \$4M
- Significant Emerging Challenge
 - Low likelihood but high impact
 - Potential of concentrated risk
 - Avoid predatory pooling mechanisms

Specialty Drugs



Bio-engineered with special handling
Used for RA, Cancer, and Crohn's
Average annual cost of \$75,000

Adding Flexibility to Tier C



- •Tier A with \$150 Max (No Change)
- •Tier B with \$225 Max (No Change)
- •Tier C with No Max (No Change)
 - •C-1 at 10% Coinsurance
 - •C-2 at 20% Coinsurance
 - •C-3 at 30% Coinsurance

Employer Savings of \$15,300



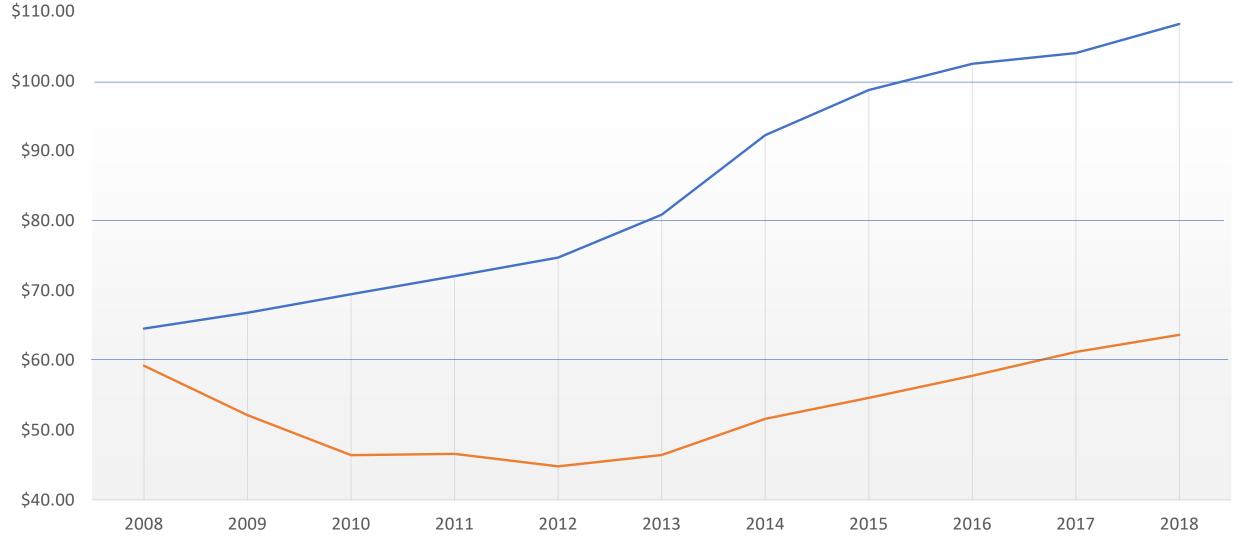
	Drug Cost	Group Cost	Member Cost Before Coupon	Manufacturer Coupon Pays	True Member Cost
Current (Tier B)	\$5,000	\$4,775	\$225	\$220	\$5
Updated (Tier C-3)	\$5,000	\$3,500	\$1,500	\$1,495	\$5

- The group saves \$1,275 per month (\$15,300 per year)
- The member out of pocket cost is unchanged



PEHP vs. PBM's Block of Business

PMPM Before Rebates



Cost of Choice



Labs, Imaging & Surgeries

- Doctor's Office
- Free-Standing Imaging/Surgical
- Hospital Out-Patient
- Hospital In-Patient

Medical Equipment

- Exclusive Agreement
- Collaborative Relationship
- Out-of-Network Benefit on Most Plans

Preferred Network

- Out-of-Network Benefit on Most Plans
- Out-of-Network ER Benefit on All Plans
- Midyear Network Change

Urgent & Emergent Care



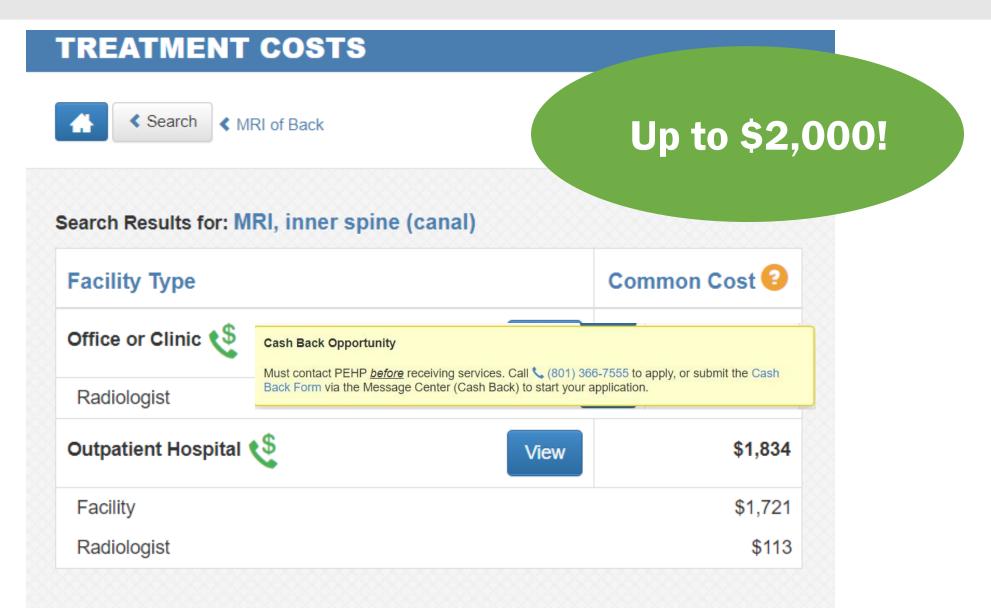
Compare Medical Costs



ind a Provider Find a Fa	Ality Compare Medical Costs Compa	are Prescription Costs	
C	Compare costs of medical services performed	l at different facilities and by different prov	iders. Learn More
reatment Name or Billing	Code		
Please enter a treatment name	or billing code		
Search			
Popular Searches			
Popular Searches Colonoscopy	Carpal Tunnel Surgery	Hip/Leg/Knee MRI	Knee Replacement
Popular Searches Colonoscopy Cataract Surgery	Kidney Stones	Abdominal CT Scan	IUD Insertion
Popular Searches Colonoscopy Cataract Surgery Ear Tubes	Kidney Stones Brain MRI	Abdominal CT Scan Birth Vaginal Delivery	
Popular Searches Colonoscopy Cataract Surgery	Kidney Stones	Abdominal CT Scan	IUD Insertion
Popular Searches Colonoscopy Cataract Surgery Ear Tubes Knee Scope Deviated Septum	Kidney Stones Brain MRI Shoulder/Arm MRI	Abdominal CT Scan Birth Vaginal Delivery Birth C-Section	IUD Insertion
Popular Searches Colonoscopy Cataract Surgery Ear Tubes Knee Scope Deviated Septum	Kidney Stones Brain MRI Shoulder/Arm MRI	Abdominal CT Scan Birth Vaginal Delivery Birth C-Section	IUD Insertion
Popular Searches Colonoscopy Cataract Surgery Ear Tubes Knee Scope Deviated Septum Browse Categories	Kidney Stones Brain MRI Shoulder/Arm MRI	Abdominal CT Scan Birth Vaginal Delivery Birth C-Section Vasectomy	IUD Insertion
Popular Searches Colonoscopy Cataract Surgery Ear Tubes Knee Scope Deviated Septum Browse Categories Conditions	Kidney Stones Brain MRI Shoulder/Arm MRI	Abdominal CT Scan Birth Vaginal Delivery Birth C-Section Vasectomy Lab	IUD Insertion

MRI Costs & Cash Back





Free-standing Imaging Options



		C	Cost
Provider +	Location +	Common +	Range
TANNER CLINIC 🔇 Costs based on 50+ claims	MULTIPLE		Doctors/Locations
Physician		\$326	\$321 - \$333
Total		\$326	\$321 - \$333
MOUNTAIN MEDICAL PHYSICIAN SPECIALISTS <	MULTIPLE		Doctors/Locations
Radiologist		\$333	\$326 - \$333
Total		\$333	\$326 - \$333
TOOELE VALLEY IMAGING S Costs based on 10+ claims	TOOELE, UT		Doctors/Locations
Radiologist		\$333	\$333 - \$333
Total		\$333	\$333 - \$333

Compare Prescription Costs



Compare Medical Costs Compare Prescription Costs

Prescription Drug Name or Medical Condition

Search by condition or drug name



Popular Drug Searches

Amlodipine Besylate Amoxicillin Atorvastatin Calcium Bupropion Hydrochlorid... Dextroamphetamine Sacc...

Common Conditions

Acne ADHD Alcohol Abuse Allergy Alzheimer's Angiotensin II Recepto. Anti-Psychotic Antibiotic Antidote Antifungal Anxiety Arthritis Asthma **Bipolar Disorder** Birth Control Blood Clotting Disorde. Blood Thinner Cancer Colitis

Fluoxetine Gabapentin Hydrocodone Bitartrate... Ibuprofen Levothyroxine Sodium

Cough Suppressant Crohn's Disease Depression Diabetes Diarrhea Dry Eye Dry Skin Electrolyte Emphysema GERD Glaucoma Gout High Blood Pressure High Cholesterol HIV/AIDS Hormone Immune System Depressa. Infertility

Insomnia

Lisinopril Losartan Potassium Metformin Hydrochlorid... Montelukast Sodium Omeprazole

Irregular Heartbeat Irritable Bowel **Kidney Stones** Laxative Low Thyroid Menopause Migraine Miscellaneous Gastroin... Miscellaneous Rheumato.. **Multiple Sclerosis** Muscle Relaxant Narcolepsy Nasal Inflammation Nausea Non-Insulin Hypoglycem.. Osteoporosis Pain Parkinson's Premenstrual Syndrome

Oxycodone and Acetamin... Sertraline Hydrochlori... Trazodone Hydrochlorid... Trulicity Zolpidem Tartrate

Prostate Proton Pump Inhibitors Psoriasis Saline Seizures Sleep Disorders Smoking Cessation Steroid Stomach Cramps Testosterone Deficienc.. Thyroid Thyroid Hormones Ulcers Urinary Anesthetic Urinary Incontinence Vaccine Vitamin Warts

Compare Drugs in Same Class



Drug Name		Туре	Benefit Tier	Preauthorization Required	Common Use Class	Common Cost
Metformin Hydrochloride	View	Generic	Preferred Generic	Ν	Non-Insulin Hypoglycemic Agents	\$6.68
Iternative Medications						
Drug Name		Туре	Benefit Tier	Preauthorization Required	Common Use Class	Common Cost 📀
Metformin HCL ER	View	Generic	Preferred Generic	Ν	Non-Insulin Hypoglycemic Agents	\$6.68
Metformin Hydrochloride Extended Release	View	Generic	Preferred Generic	Ν	Non-Insulin Hypoglycemic Agents	\$6.68
Glyburide-Metformin Hydrochloride	View	Generic	Preferred Generic	Ν	Non-Insulin Hypoglycemic Agents	\$47.99
Glipizide and Metformin Hydrochloride	View	Generic	Preferred Generic	Ν	Non-Insulin Hypoglycemic Agents	\$111.55
Glipizide and Metformin HCL	View	Generic	Preferred Generic	Ν	Non-Insulin Hypoglycemic Agents	\$92.67

Compare Local Pharmacies



/e found 21 pharmacies			<u></u>	View your	full Benefit Summa
Located Near Zip Code		Quantity and D	ays' Supply 📀		
84117			curate information, please licine you take and how of		tion when you fill in
Search Radius		I take or use	30	ablet, extended elease(s) per	month 🗸
Submit		Calculate pricing fo	or retail	30	days supply
etail				Cost I	
etail Pharmacy Name ↓	S Location 4			Cost ∔	
etail Pharmacy Name ↓				Cost + Common	Range
etail Pharmacy Name ↓	Location ↓ 4698 S HOLLADAY BLVD		Per Prescription		Range \$1.50 - \$1.50
etail Pharmacy Name ↓	Location ↓ 4698 S HOLLADAY BLVD HOLLADAY, UT 84117		Per Prescription Per Unit	Common	
etail Pharmacy Name + MEIER'S PHARMACY	Location ↓ 4698 S HOLLADAY BLVD HOLLADAY, UT 84117			Common \$1.50	\$1.50 - \$1.50
etail Pharmacy Name ↓ MEIER'S PHARMACY	Location ↓ 4698 S HOLLADAY BLVD HOLLADAY, UT 84117 ↓ (801) 679-3278			Common \$1.50 \$0.05	\$1.50 - \$1.50 \$0.05 - \$0.05
etail Pharmacy Name + MEIER'S PHARMACY	Location ↓ 4698 S HOLLADAY BLVD HOLLADAY, UT 84117 (801) 679-3278 845 E 4500 S SALT LAKE CITY, UT 84107		Per Unit	Common \$1.50 \$0.05 Common	\$1.50 - \$1.50 \$0.05 - \$0.05 Range
etail Pharmacy Name ↓ MEIER'S PHARMACY SMITH'S FOOD AND DRUG	Location + 4698 S HOLLADAY BLVD HOLLADAY, UT 84117 (801) 679-3278 845 E 4500 S SALT LAKE CITY, UT 84107 (801) 261-8787 5201 S INTERMOUNTAIN DR		Per Unit Per Prescription	Common \$1.50 \$0.05 Common \$1.57	\$1.50 - \$1.50 \$0.05 - \$0.05 Range \$1.15 - \$1.99
or additional information visit Express Scripts etail Pharmacy Name ↓ MEIER'S PHARMACY SMITH'S FOOD AND DRUG	Location ↓ 4698 S HOLLADAY BLVD HOLLADAY, UT 84117 (801) 679-3278 845 E 4500 S SALT LAKE CITY, UT 84107 (801) 261-8787		Per Unit Per Prescription	Common \$1.50 \$0.05 Common \$1.57 \$0.05	 \$1.50 - \$1.50 \$0.05 - \$0.05 Range \$1.15 - \$1.99 \$0.04 - \$0.07

Quick Update



- Healthy Utah Testing Sessions
- Pharmacy Tourism
- •New Website & Claims System
- Improved Rates for LTD, Life, Dental
- Employer Survey Last Fall
- Virtual Town Hall Meetings
- Internal Changes with Retirements
- Look Forward to Getting Out & Reconnecting



Thank You

R. Chet Loftis managingdirector@pehp.org (801) 694-0404