Oregon Health Plan Pharmacy Benefit Expenditures

Trevor Douglass, DC, MPH

Pharmacy Policy, Programs, and Purchasing Director

February 20, 2023



Presentation topics

- Medicaid, or Oregon Health Plan (OHP), pharmacy benefit
- OHP pharmacy rebates
- OHP pharmacy costs

Medicaid pharmacy benefit

Federal/State partnership provides federal matching funds

Pharmacy is an "optional benefit," though all states and DC participate

Coverage is set by state and federal law, Centers for Medicare and Medicaid Services (CMS)-approved "state plan," and CMS-approved waivers

Payment methodologies are described in Oregon's state plan and waivers.

- Fee-for-service (FFS) methodology
- Mental Health (MH) Drug Carve out
- Coordinated Care Organization's (CCO's) ability to work with pharmacy benefit managers (PBMs)

OHP expenditures breakdown



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Medicaid drug rebates reduce OHP costs



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Ten-year trend: Gross to net OHP pharmacy costs



Gross PMPM Net PMPM

Thank You

Trevor Douglass, DC, MPH

Pharmacy Policy, Programs & Purchasing Director <u>trevor.douglass@dhsoha.state.or.us</u> 971-209-8491

