

EXECUTIVE OFFICE OF HEALTH AND HUMAN SERVICES COMMONWEALTH OF MASSACHUSETTS OFFICE OF MEDICAID ONE ASHBURTON PLACE, BOSTON, MA 02108



MAURA T. HEALEY
GOVERNOR

KATHLEEN E. WALSH SECRETARY

KIMBERLEY DRISCOLL LIEUTENANT GOVERNOR MIKE LEVINE ASSISTANT SECRETARY FOR MASSHEALTH

August 5, 2024

Chair Michael J. Rodrigues Senate Committee on Ways and Means State House, Room 212 Boston, MA 02133

Chair Cindy F. Friedman Joint Committee on Health Care Financing State House, Room 313 Boston, MA 02133 Chair Aaron Michlewitz House Committee on Ways and Means State House, Room 243 Boston, MA 02133

Chair John Lawn, Jr. Joint Committee on Health Care Financing State House, Room 236 Boston, MA 02133

Dear Chairs Rodrigues, Michlewitz, Friedman, and Lawn:

Chapter 28 of the Acts of 2023 line item 4000-0300 requires the Executive Office of Health and Human Services to submit a quarterly report including the projected total costs for the next fiscal year of pharmaceutical pipeline drugs identified by the executive office and expected to be made available for utilization within a 12-month period.

The Executive Office of Health and Human Services has identified 68 pipeline market entries from 70 manufacturers expected to be made available for utilization between January 1, 2024 and December 31, 2024. The estimated spend on the expected utilization of these products for all MassHealth members (including those enrolled with managed care) is approximately \$24.8M for the same time period. The prior quarterly report estimated a spend of \$15.6M based on the addition of 84 pipeline market entries from 78 manufacturers. The majority of spend is anticipated from utilization of gene therapies for sickle cell disease, which also accounts for much of the increase in additional spend.

Please contact Sarah Nordberg at <u>Sarah.Nordberg@mass.gov</u> should you have any questions about this report.

Sincerely,

Mike Levine

cc: Kathleen E. Walsh

Who Levie