

Therapeutic Class Differences in Generic Usage

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BACKGROUND

- In 2013, generic drugs represented 86 percent of all prescriptions filled in the U.S. and yet consumed only 29 percent of all costs for prescription drugs¹
- Between 2002 and 2011, generic drug utilization was estimated as saving the U.S. approximately \$1 trillion in healthcare costs¹
- Despite wide-spread availability of generic drugs and favorable costs, their uptake by consumers remains incomplete

OBJECTIVES

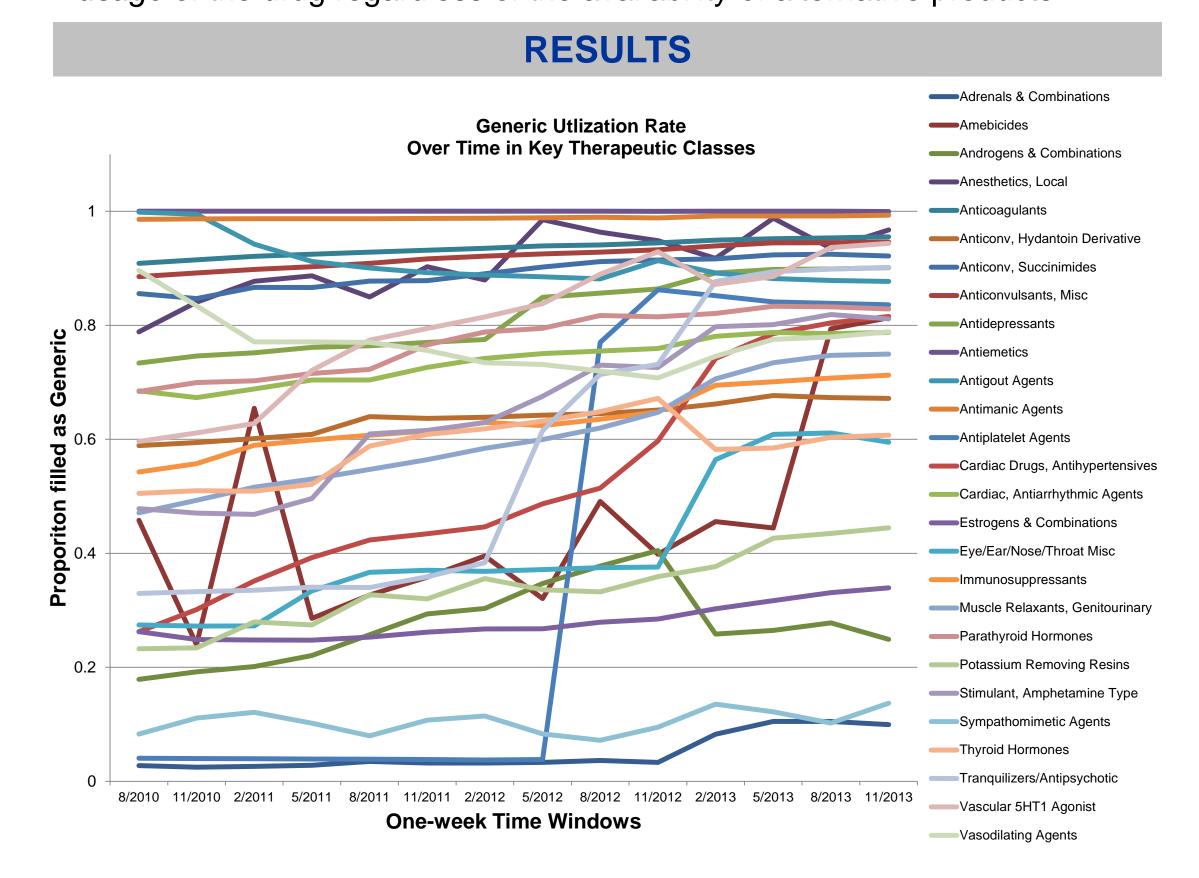
- We aimed to quantify generic utilization rates (GURs) and generic substitution rates (GSRs) across high-priority therapeutic drug classes between 2010 and 2013
- This was part of a larger project aimed at understanding determinants of generic drug usage in the U.S.

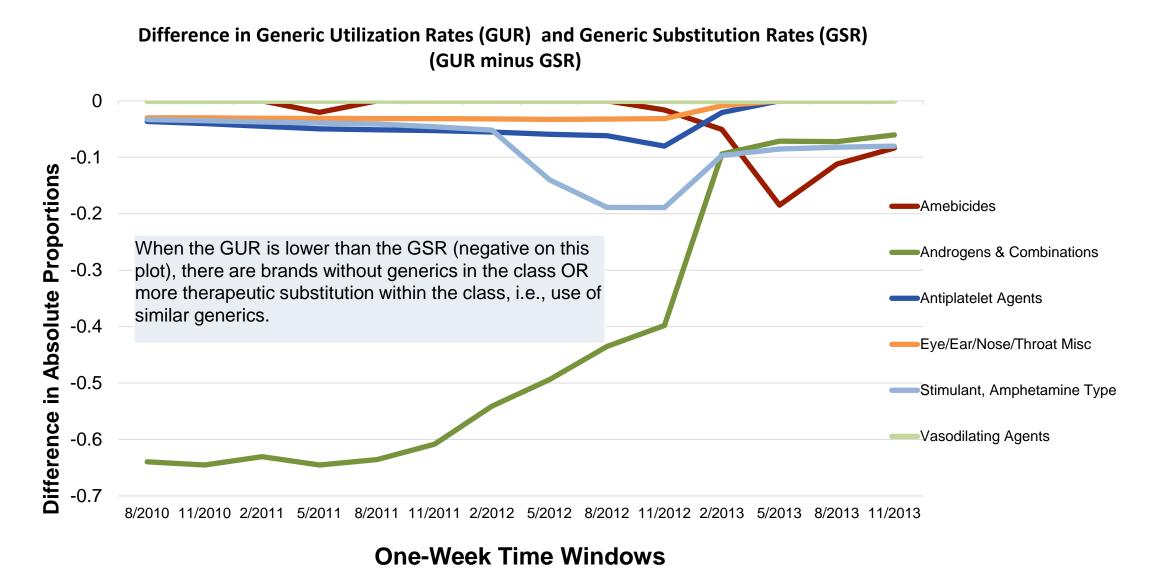
METHODS

- Data are from the Truven
 Health Analytics: MarketScan
 Commercial Claims and
 Encounters database (20102013)
- Therapeutic classes were categorized based on AHFS coding
- Prioritized therapeutic classes for study: a) drugs having narrow therapeutic indices, b) high utilization, c) generic underuse shown in the literature, and d) high rates of coupon² use for branded products
- Calculated GSR and the GUR for prevalent users, operationalized as the proportion of days with generic coverage by a drug in the index class, in fourteen 7-day windows
- Drugs classified as in Red BookTM

DEFINITIONS

- The <u>GSR</u> calculated as days "covered" by generic drug divided by total days covered by generic or brand drug when generic is available. Reflects opportunities for use of a generic that were taken.³
- The <u>GUR</u> is days "covered" by a generic drug divided by total days covered by a generic or brand drug *regardless of generic availability*. Reflects *generic usage* of the drug regardless of the availability of alternative products.³





CONCLUSIONS

- Class GSR necessarily exceeds
 the class GUR when there are
 many branded products in the
 class for which there are no
 generics available or when there
 are many generics appropriate for
 therapeutic substitution within a
 class
- GSR and GUR mostly very similar
- Rates in some classes are heavily driven by a single drug (e.g. clopidogrel, testosterone patch)

¹ Aiken M. Use and shifting costs of healthcare: A review of the use of medicine in the U.S. in 2013. April 2014. ² IMS Health Integrated Promotional Services, 2010-2012 ³ Liberman JN, et al. *Prescription Drug Costs and the Generic Dispensing Ratio.* J Manag Care Pharm, 2010. 16(7): p. 5

IMPLICATIONS

- Confirmed that some classes still have relatively low generic utilization [estrogens, androgens, steroids (inhaled), sympathomimetics]
- Investigation at a class level requires specification of GUR or GSR these are different measures

NEXT STEPS

- Presently modeling determinants of generic utilization using multilevel logit models
- Results should guide development of interventions to increase generic utilization such as targeted education or incentives

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