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A Policy Analysis of Spinraza: Orphan Drug for Spinal Muscular Atrophy

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Introduction



Spinal Muscular Atrophy (5q-SMA) is the leading genetic cause of infant mortality.

5q-SMA

- An ultra rare disease
- Affects <200,000 persons
- Leads to profound physical disability, with intact intellectual capacity and functioning
- Prior to December 2016, only supportive care was available to patients with 5q-SMA
- December 23, 2016 – FDA approved Spinraza
 - The first treatment for 5q-SMA



Problem

- Spinraza treatment cost is phenomenal
 - \$120,000 per dose
 - 1st year: \$750,000
 - Subsequent years: \$375,000
- Facility and administrative costs are additional
- Current price is unsustainable long term
- Zolgensma treatment cost is **\$2.125 million**



Problems Identified

- Pharmaceutical manufacturing Research and Development costs lack transparency
- The operation and profit of the Pharmacy Benefit Managers and Drug Wholesalers lack transparency
- FDA's responsibility is to make sure a drug is safe and clinically better than doing nothing, not to control drug costs
- Longitudinal efficacy studies are needed for Spinraza, Zolgensma and functional motor exams

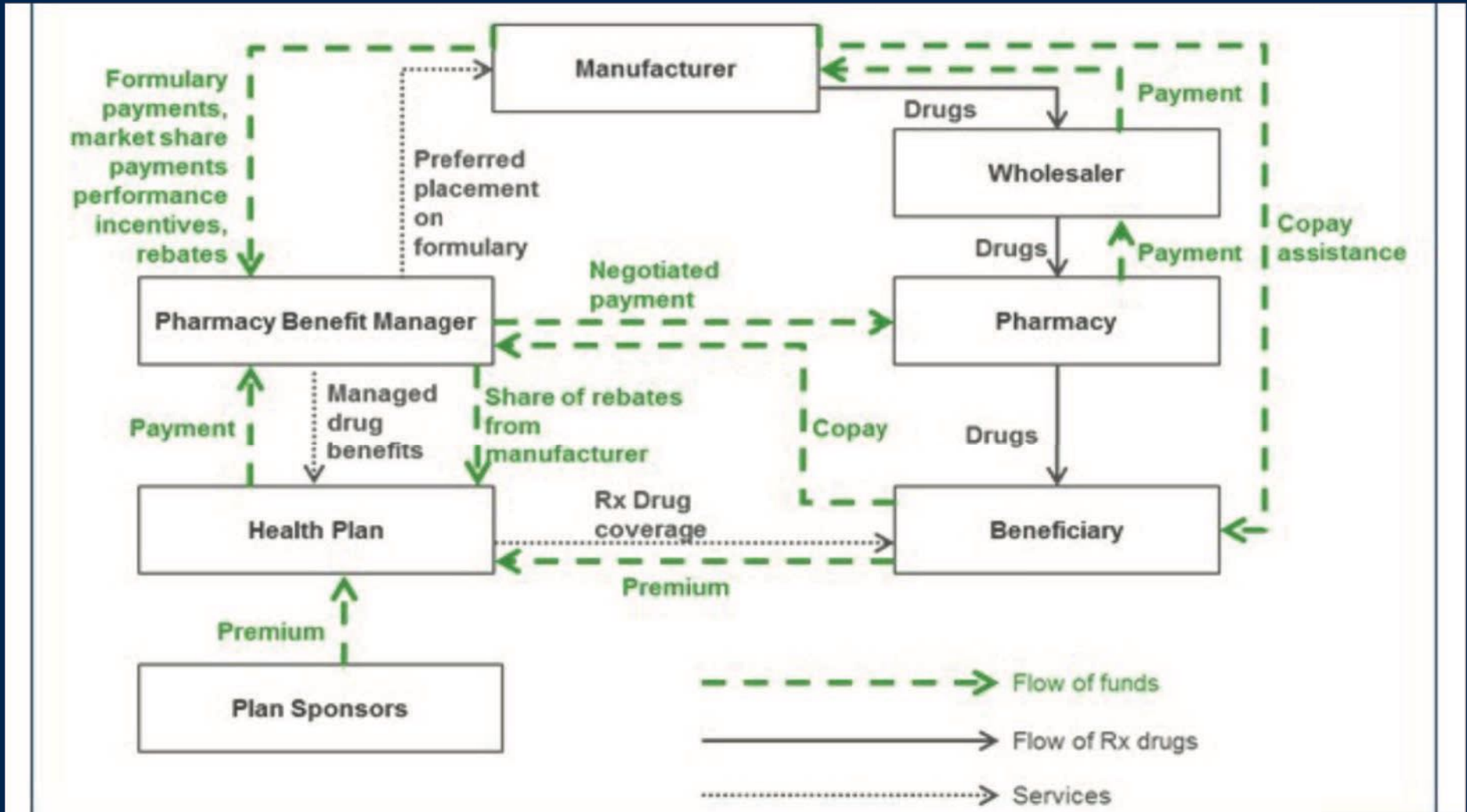


Current Policy Incentives

- Eliminate or reduce pharmaceutical manufacturers exclusive market timeframes
 - 1983 Orphan Drug Act – 7 years of market exclusivity
 - 1997 Food and Drug Administration Modernization Act – 6 months of market exclusivity
 - 2002 Best Pharmaceuticals for Children Act – 6 months of market exclusivity
 - 2015 Orphan Product Extensions Now Act – 6 months of market exclusivity



Flow of Money Through Pharmaceutical System



Policy Restructuring Recommendations

- Restructure pharmaceutical funding incentives to directly subsidize research
- Offer tax breaks for research and development of orphan drugs
- Organizational support for neurology clinicians to have time away from clinical duties
- Continue longitudinal efficacy studies of Spinraza
- Global policies and regulations of ultra-orphan drugs is a red tape quagmire



DNP Implications

- Pediatric Neurology DNPs
 - Can identify political obstacles to policy legislation and implementation and as content experts for legislators should provide expert testimony
 - Should be involved on professional organizational committees crafting of SMA guidelines, and position statements for collaboration with insurance payers and pharmaceutical manufacturers
 - Should be involved in the outcomes studies and determining sustainability of Spinraza
 - Can evaluate and influence the global health policies of Spinraza



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