

#### October 1, 2021 | Issue 191

Editor's note

This note is produced every Friday by the KPMG Center for Healthcare Regulatory Insight and is intended to be short and succinct, no more than 360 words, to provide a digestible bite of healthcare and life sciences news from the past week. Please share this email with colleagues and other interested individuals, and encourage them to subscribe to our mailing list here.

We welcome your feedback. Let us know if KPMG can help. Please <u>reply</u> <u>here to me</u>, **Larry Kocot**, principal and national leader, KPMG Center for Healthcare Regulatory Insight or simply reply to this email with any comments or requests.



#### Special Supplement: COVID-19 News

In light of the continuing daily volume of COVID-19 activity and news, we have summarized COVID-19 news for the week in this special supplement.





# **Healthcare regulatory news**

An <u>HHS-Labor-Treasury interim final rule</u> establishes surprise medical bill <u>dispute resolution processes</u>.

CMS Administrator Chiquita Brooks-LaSure said <u>ACA exchanges will enroll</u> individuals who won't qualify for Medicaid after the public health

emergency... A senior CMS official said the <u>agency panned full-risk-based</u> <u>payment models</u>, citing the downside for CMS and beneficiaries.

HHS <u>retracted a Trump Administration rule</u> requiring health centers receiving 340B discounts to pass insulin/epinephrine discounts to patients.

ONC reported <u>38% of Americans accessed health data through patient portals</u> last year, up from 30% in 2018.

SAMHSA awarded \$825M to 231 community mental health centers.

FDA <u>draft guidance</u> details using real-world evidence, including from EHRs and medical claims, to evaluate novel therapies... FDA <u>final guidance</u> <u>details</u> processes for determining sameness of gene therapies for orphan drug designation.

CMS announced <u>average monthly Medicare Advantage premiums</u> will fall to \$19 in 2022.





# Healthcare law and policy news

HHS announced Lisa Pino as Director of the Office for Civil Rights.

Congressional Democrats are likely <u>scaling back drug pricing provisions</u>, including Medicare negotiation, in the reconciliation bill.

AmerisourceBergen, Cardinal Health, and McKesson <u>reached a \$75M</u> <u>opioid-related settlement with the Cherokee Nation</u>... A federal judge ruled <u>Abbvie must face a class action suit</u> over allegedly inflating its stock price through misrepresenting the role of kickbacks related to Humira.

Merck <u>agreed to acquire Acceleron</u> Pharma (\$11.5B)... Walgreens is <u>considering acquiring Evolent Heath</u>... Ensemble Health Partners <u>plans to go public</u>... FTC is seeking additional information about the <u>proposed Spectrum-Beaumont merger</u>... AMA <u>reported 73% of MSA are highly concentrated</u> health insurance markets.

Eisai and Biogen are <u>seeking swift approval of another Alzheimer's</u> disease therapy.

SSR Health found inflation-adjusted brand name wholesale drug prices fell 0.4% in Q2 and after accounting for rebates and discounts, net prices paid by plans fell 1.4%... A CMS-commissioned report found low-income Medicare beneficiaries and dual-eligibles often receive worse clinical care through Medicare Advantage than higher income beneficiaries... A study suggests wearables can help predict pre-symptomatic infections, such as common cold and flu viruses... Accenture reported unnecessary ED visits cost \$47B a year.

CDC reported more than 2M children/teenagers have used e-cigarettes in 2021... Pediatrics study found over half of adolescents have tried ecigarettes, traditional cigarettes, or marijuana.





Questions or comments, please send to ushcinsight@kpmg.com.

# Succeeding in the new reality

Visit the COVID-19 resource center for KPMG analysis, insights, and perspectives.



#### kpmg.com/socialmedia











#### Privacy | Legal

You have received this message from KPMG LLP. If you wish to unsubscribe from Around the world of U.S. healthcare in 360 words or less, please click here. If you wish to unsubscribe from all KPMG communications, please click here.

KPMG LLP, 3 Chestnut Ridge Road, Montvale, NJ 07645

© 2021 KPMG LLP, a Delaware limited liability partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved. NDP131714-1A

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organization.



### COVID-19 by the Numbers

There have now been <u>roughly 43.5 million confirmed COVID-19 cases</u> in the US, with a death toll over 695,000... The country <u>averaged 114,000 new cases per day</u>, down 25% from the previous week, although deaths are up 4% from the previous week to 2,000 per day.

393 million COVID-19 <u>vaccine doses have been administered</u> in the US (roughly 725,000/day over the past week)... Over 214 million Americans (<u>75.5% of Americans 12 and older</u>) have received at least one COVID-19 vaccine dose; 184.6 million Americans are fully vaccinated (65.1% of Americans 12 and older); just over 4 million Americans have received a booster dose.

# **Executive and Administrative Action**

President Biden received a Pfizer-BioNTech COVID-19 booster shot.

CMS announced it will continue to provide coverage of COVID-19 vaccines, including booster doses, without cost-sharing.

HRSA awarded <u>nearly \$1 billion to nearly 1,300 HRSA-funded health centers</u> to support COVID-19 and primary care infrastructure needs in medically underserved communities across the country.

The White House <u>approved guidance requiring federal contractors and subcontractors</u> to have their workforce fully vaccinated by December 8... A group of plaintiffs are <u>seeking an injunction to halt</u> vaccination requirements for federal workers.

Peter Marks took over as <u>Acting Director of FDA's vaccine office</u>... Henry Walke, who has <u>led the CDC's</u> COVID-19 response for more than a year, is stepping down.

HHS opened its <u>application portal for \$25.5B in additional</u> Provider Relief Fund distributions.

CDC urged individuals who are pregnant, now trying to get pregnant, or breastfeeding to get vaccinated for COVID-19... CDC is considering using vaccine verification technology to track its workforce's compliance with COVID-19 vaccine requirements.

FCC approved \$41 million in a second round of funding for telehealth services during the pandemic.

# Healthcare Law, Business, and Policy News

The Coalition for Workplace Safety <u>urged OSHA to accept their input</u> when drafting regulations to implement President Biden's employer vaccine mandate... AHA urged CMS to <u>quickly release its interim final rule</u> on healthcare worker COVID-19 vaccine requirements.

A KFF survey found that 40% of adults vaccinated in June or later cited the Delta variant as a major reasons for getting vaccinated; 38% were motivated by concerns about hospitals and ICUs filling up with COVID-19 patients... Another KFF survey found that 34% of parents plan to vaccinate their children ages 5 to 11 right away once a COVID-19 vaccine is available, up from 26% in July... An AP-NORC survey found that 51% respondents approve of the Biden Administration's plan to mandate that most US workers get vaccinated or get tested regularly.

# Surveillance, Testing, and Treatment

Pfizer and BioNTech <u>submitted data to the FDA on the safety and efficacy</u> of their COVID-19 vaccine in children ages 5 to 11; they plan to apply for emergency use authorization in the coming weeks, with authorization <u>perhaps not occurring until November</u>... Pfizer's CEO said that <u>distribution of first doses and booster shots</u> of its COVID-19 vaccine with BioNTech will occur simultaneously and not cause delays... CDC reported that <u>side effects from a third Pfizer-BioNTech COVID-19 vaccine</u> dose are similar to those after the second dose.

FDA is considering authorizing a half dose booster of Moderna's COVID-19 vaccine.

The European Medicines Agency is <u>evaluating using a booster shot of Moderna's COVID-19 vaccine</u> for anyone over 12 years old.

Sanofi ended development of an mRNA vaccine for COVID-19 because of how long it would take to come to market, but said it had <u>learned enough to pursue vaccines for other pathogens</u>, such as influenza.

US health officials expressed confidence that the <u>country has enough COVID-19 vaccine supply</u> for adults qualified for booster shots, as well as young children who could be eligible in the coming months.

The World Health Organization is renewing its investigation into the origins of the COVID-19 pandemic.

More than <u>50 House Republicans urged HHS to rethink</u> its revised allocation process for COVID-19 monoclonal antibodies (mAbs)... A group of Republican Senators <u>introduced legislation to reverse the revised allocation policy</u>.

Regeneron/Roche's mAb therapy reduced the viral load in patients hospitalized with COVID-19.

Pfizer <u>launched a phase 2/3 clinical trial</u> of an antiviral pill to prevent COVID-19 among those who have been exposed to the virus.

Merck reported that its COVID-19 antiviral drug developed with Ridgeback Biotherapeutics <u>reduced the chances that patients newly diagnosed with COVID-19 would be hospitalized or die by 50%</u>.