“I don’t believe making it tamper-resistant is going to solve anything,” he adds. “And these new generics will be coming into the market at 25% of the brand price — which makes them more accessible and cheaper on the street.”

Health care professionals, addiction specialists and all levels of government need to come together to develop broad solutions

to deal with widespread abuse and misuse of narcotics, according to Mr. Malek.

“This goes well beyond oxycodone. We need to address all the issues — drug abuse, drug diversion, prescribing habits and better approaches to managing patients’ chronic pain.”

(See guest editorial on this topic on page 6.)

BC government reveals plans to lower generic drug prices to 20% of brand-name price by April 2014

Beginning in April 2013, the British Columbia government will pay 25% of the brand-name price for generic drugs and one year later, the price will be lowered to 20% — lower than what currently exists in any other province.

Health minister Margaret MacDiarmid revealed the regulatory timetable on November 23, 2012, and predicted the reductions would save the province \$110 million in public drug-plan spending over 2 years.

The government’s move from 35% to 25% wasn’t a surprise; it had been announced earlier in 2012, when the province cancelled its services agreement with pharmacists and introduced new legislation. The precise timing of the changes and the 20% target, however, hadn’t previously been known.

The British Columbia Pharmacy Association (BCPhA) is pleased that the province heard pharmacists’ request for a reasonable notice period so they can begin to adjust, says the association’s executive director, Geraldine Vance. The BCPhA also welcomes the government’s decision not to follow Ontario’s example by banning professional allowances.

“The price reduction is going to have a major impact on pharmacy across BC, so leaving rebates and professional allowances in place will certainly help to buffer the negative impact,” Ms. Vance told *CPI*.

The BC government first announced its plans to reduce generic prices in 2010. Although its goal had been to move to 25% of the brand-name

equivalent price right away, the province negotiated an agreement with pharmacy associations that included a reduction to 35%.

In March 2012, the provincial health ministry said the agreement was not producing adequate savings, and revealed plans to terminate the deal and bring in legislation to set generic prices through regulation.

Next priority for BCPhA: A process for expanded clinical services

The now-terminated Pharmacy Services Agreement included a formal process for developing more funded clinical services. The BCPhA is now focused on working with the province to create a comparable process to guide future negotiations.

“The loss of that formal structure was one of the biggest losses stemming from the agreement’s termination,” says Ms. Vance. “A key priority now is to develop some kind of structured process for exploring other clinical-services opportunities for our profession.”

The current government supports the concept of further expanding pharmacist services, says Ms. Vance. However, BC will soon be gearing up for a provincial election, expected to be held in May 2013, and the BCPhA is developing plans to raise the profile of the issue during the campaign.

“A key priority now is to develop some kind of structured process for exploring other clinical-services opportunities for our profession”

— Geraldine Vance,
Executive Director,
British Columbia
Pharmacy Association

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