

DRAFT RESOLUTION 20-18

SUBJECT: VA Drug Pricing Initiatives

SOURCE: IN, MO, ND, CT, WI, DC, PA, NC, WA, MA, MI

WHEREAS, the VA is the primary source of medication for those veterans who are eligible for and receive services from the VA based upon their military service to our country; and

WHEREAS, recently there are efforts in various states, such as Washington, Louisiana, South Dakota and Maine, to require state governments to not pay more for their drug purchases for state employees and other state medical recipients than those paid by the VA; and

WHEREAS, in 2016 this issue was on the November 2016 California ballot as Proposition 61 where it was opposed by over 30 veterans' organizations; and

WHEREAS, California voters listened to the veterans' service organizations and overwhelmingly defeated Proposition 61 by a margin of 53.79 percent to 45.39 percent; and

WHEREAS, there is currently a ballot measure similar to Proposition 61 on the November 2017 ballot in Ohio; and

WHEREAS, in 2017, Issue 2, a ballot measure similar to Proposition 61 was on the ballot in Ohio and was opposed by over 15 veterans' organizations; and

WHEREAS, Ohio voters supported the veterans' service organization's position, as well as other non-profit organizations, overwhelmingly defeated Issue 2 by a margin of 79% to 21%; and

WHEREAS, these VA price controls were previously tried by Congress in the 1990s and after they proved to be unworkable, they were cancelled by Congress; and

WHEREAS, the VA stated that if Proposition 61 had passed it would have cost the VA an additional \$3.8 billion per year in increased drug prices and administrative costs; and

WHEREAS, if any of these ballot or legislative measures pass, it will undoubtedly require the VA and Department of Defense to raise medication co-payments and/or reduce services based upon their current budgetary constraints; now therefore be it

RESOLVED, that AMVETS shall oppose any effort to require any governmental agency, in any state, to align its drug pricing structure with the Department of Veterans Affairs.

Committee Recommendations:

VAVS & VA Hospital and Medical Services, Rehabilitation Benefits Committee: Adopt

Floor Action: ADOPTED