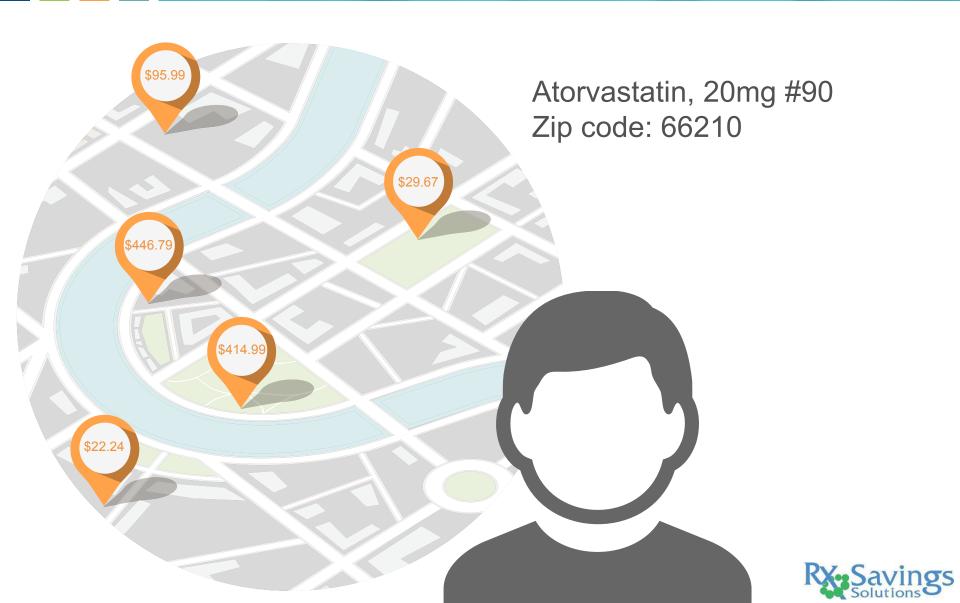
Consumerism in HealthCare

The Role of Pharmacy

Michael Rea, PharmD Founder/CEO MRea@RxSavingsLLC.com



Confusion



2015 Cost of Care



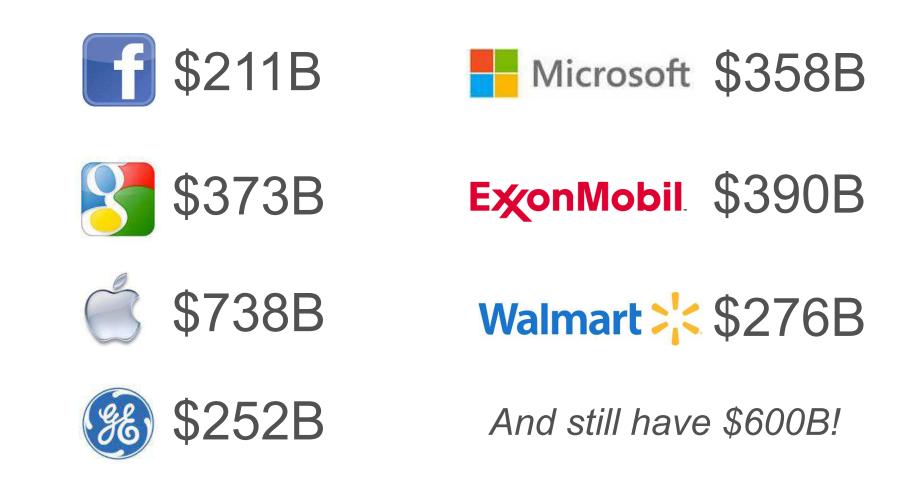


Out-of-pocket cost for a family of four



Source: CMS

What do you get for \$3.2 Trillion

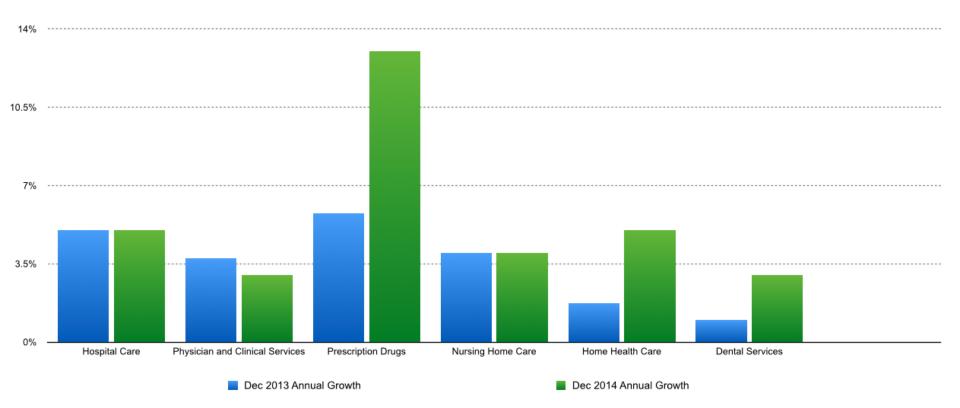


Source: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group; Yahoo Finance All logos are registered trademarks of their respective companies and included only for demonstration and do not imply endorsement of Rx Savings Solutions



Unmet Market Need

Health Spending Year-Over-Year Growth

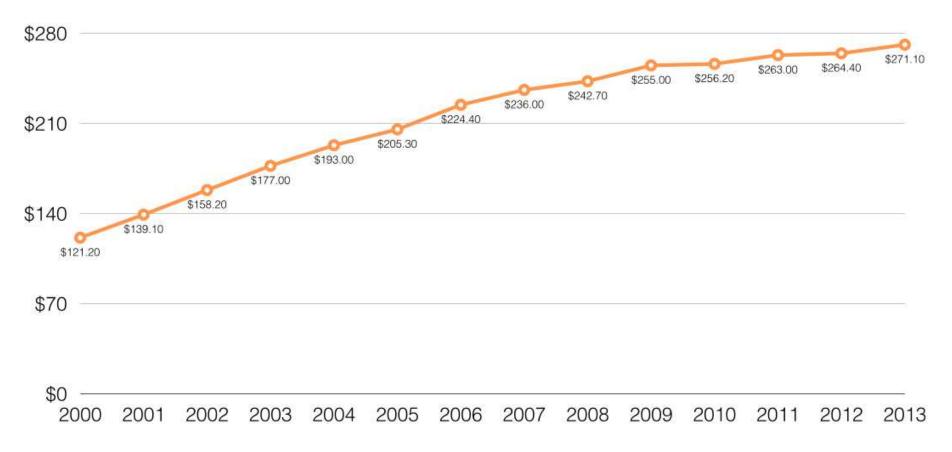




Source: Alatrum monthly national health spending estimates

Unmet Market Need

Rx Spending (In Billions)



Source: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.

¹Total expenditures equals the sum of out of pocket, health insurance, and other third party payers



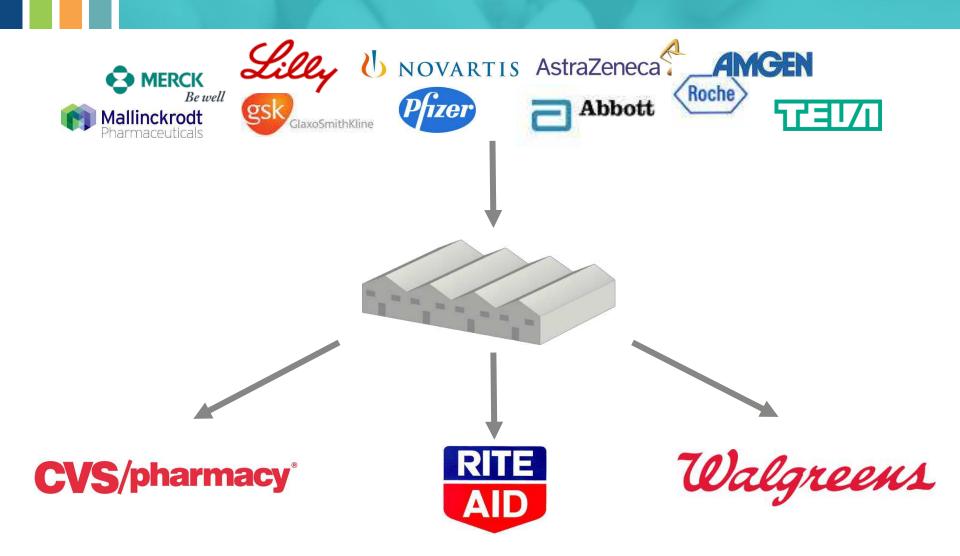
Cost and Quality



Zeroing In on Common Starting Points to Develop Care Management Competencies **Common Next-Generation CI Initiatives Applicable Across Populations** ED Reduce use of Minimize avoidable Increase adherence to unnecessary high-tech standard order sets emergency imaging studies department utilization and care protocols Enhance patient Improve physician-to-Increase use of physician referral access to primary generic medications care services communication © The Advisory Board Company



Cost and Quality



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Cost and Quality

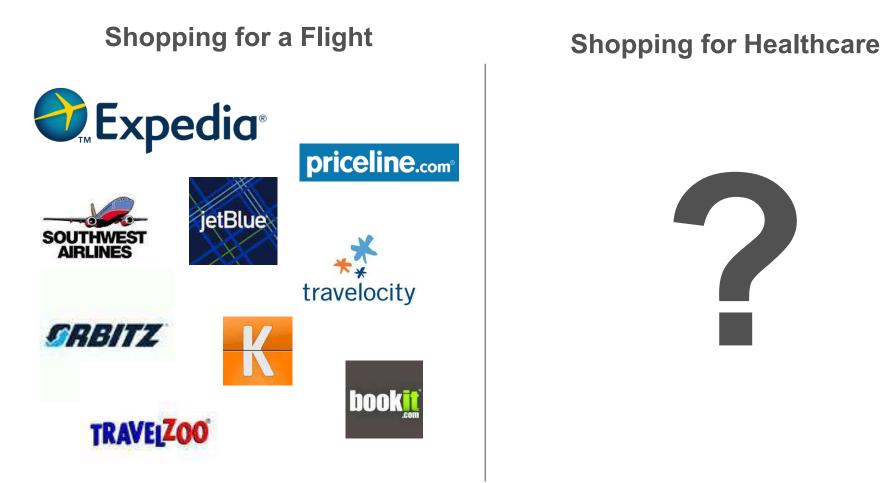
Until now we could only control costs using the following macroview measures.

- 1) Pricing- AWP and MAC
- 2) Generic Substitution/Utilization
- 3) Rebates
- 4) Mail Service
- 5) Cost-Sharing
 - copays
 - · coinsurance

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Consumer Awareness

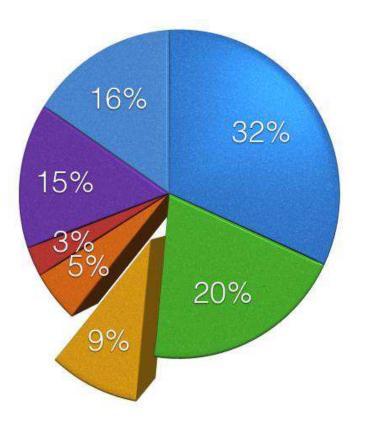


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NHE Distribution

2012 NHE Distribution: \$2.8T

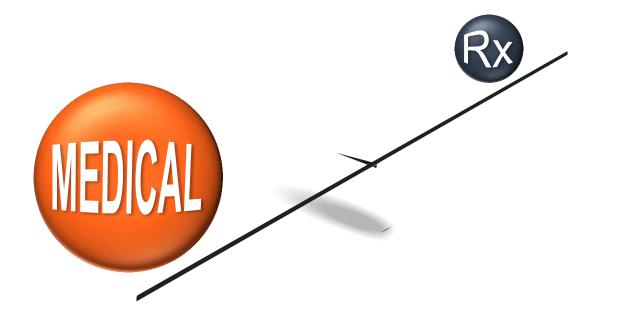








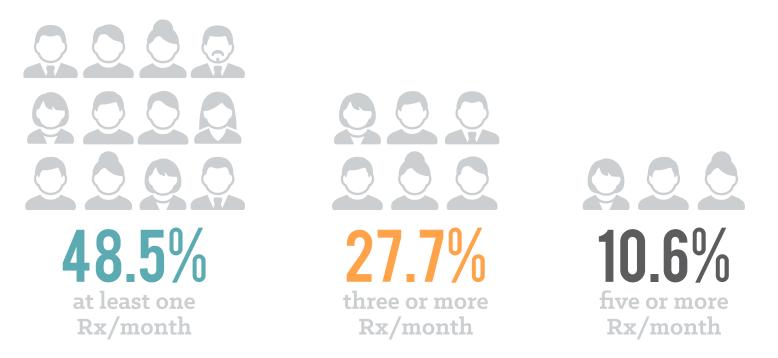
Current Solutions





Facts

- CMS projects an 86% increase in their annual pharmacy spend by 2020
- CDC Reports:







How it Works



PRESCRIPTION USE

Our system receives pharmacy claims information and begins to proactively analyze the data.

CALCULATED SAVINGS

Our patented software analyzes all of the possible clinical and financial therapies to save employees and employers money.

EMPLOYEE ALERTS

We proactively notify employees of savings via text or email. Personalized reports are received within one business day.



Solving the Problem

Our patented software is the only system on the market that looks for thousands of clinical recommendations, analyzes the best financial therapy for all parties, and directly notifies members on savings opportunities.

Clinical Savings

- All recommendations derived from clinical guidelines
 and pharmacist research
- Techniques employed by pharmacists
 - Therapeutic Alternatives
 - Drug Segregation
 - Generic Clones & Substitutions
 - Tablet Splitting
 - Dosage form interchanges

Financial Savings

- Market Competition
- Manufacturer Copay Assistance

Solving the Problem

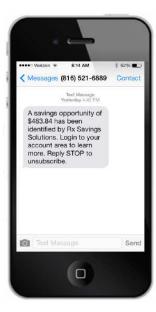
How we're helping solve the problem and encourage consumerism

- 1. Raise Awareness
- 2. Make Consumers Care
- 3. Relevant Tools
- 4. Personalize Information
- 5. Engagement



Reporting and Engagement

Sample SMS



Report Ready to View

Report Ready to View

Dear Jane Doe,

You have \$483.84 in possible Savings!

Your prescription profile review has been completed by one of the Pharmacists at Rx Savings Solutions. You may access your Rx Savings Solutions account by first logging in to your employee benefits portal, then click on the "Prescription Drug Savings" icon. Once on the Rx Savings Solutions website, click the "Reports" tab.

Although your report should be kept safe, feel free to share it with your doctor(s) and other trusted caregivers as needed.

If you have any questions, email us anytime at info@rxsavingsLLC.com.

Sincerely, The Rx Savings Solutions Team



Executive Summary Report



Dear Jane Doe,

Rx Savings Solutions is a company focused on finding creative ways to save our customers money on their prescription drugs. We strive to educate, mativate and empower our users to put money back into their pockets. You are reaching this report because your company has hird us to advocate for you. The information contained within this report was either supplied by you or supplied to us from your prescription benefits company. We hope you will find this information both informative and helpful as you approach purchasing prescription medications. Contained within this personalized report you will find **cost-saving** recommendations, steps to realize those savings and useful tips. Should you have any questions regarding these suggestions, please email pharmacist@rsavingslc.com. Cordially.

Rx Savings Solutions

Executive Summary

Current Medication	Current Annual Cost	Projected Annual Cost	Potential Annua Savings
NEXIUM 40MG #90	\$360.00	\$72.04	\$287.96
ESCITALOPRAM OXALATE 20MG #90	\$296.00	\$100.12	\$195.88
Total Potential Annual Savings			\$483.84

Based on the information within this report, the following pharmacies would offer a single-source solution for you: 1. Wal-Mart Pharmacy - (913) 489-3459 - 1.2 miles

2. Sams Club Pharmacy - (913) 402-1405 - 2.3 miles

3. Kmart Pharmacy - (913) 782-8080 - 3.8 miles



Employee Savings

	Cost to Employee	Annual Savings for Employee
Avodart	\$35 for 30	\$318.80
Atorvastatin	\$30 for 90	\$53.40
Aciphex	\$50	\$524.72
Cymbalta	\$10 for 30	\$284.28
Escitalopram	\$10 for 30	\$69.36
Pantoprozole	\$10 for 30	\$44.72
Zolpidem Tartrate	\$25 for 90	\$66.28

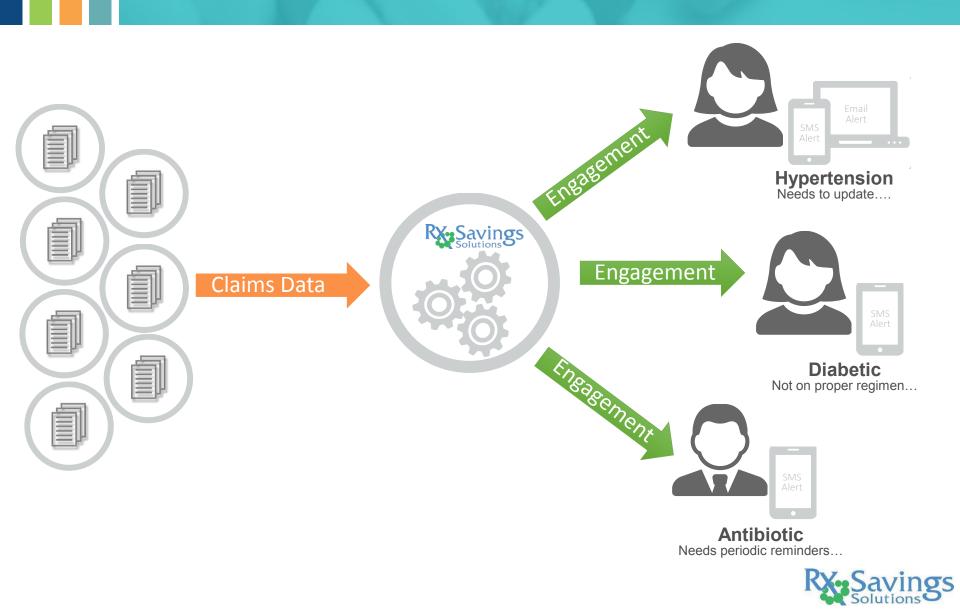


Payer Savings

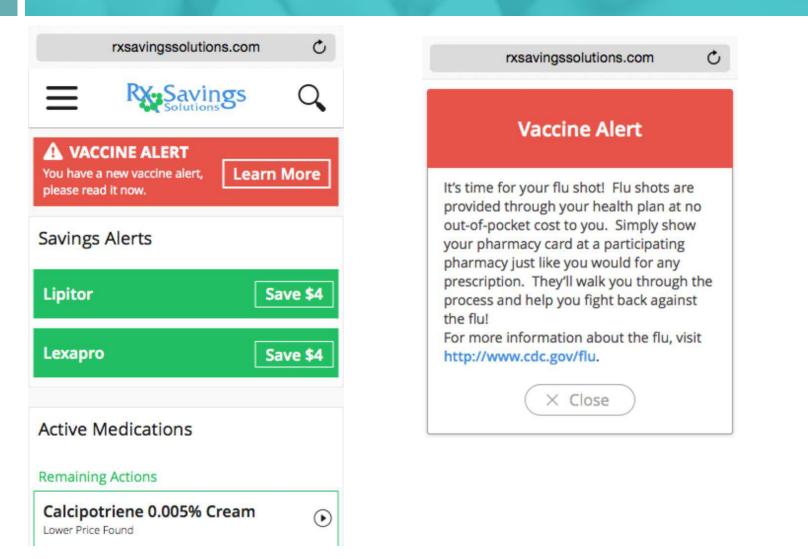
	Cost to Company	Annual Savings Per Claim
Avodart	\$108.67	\$1,304.04
Atorvastatin	\$125.72	\$502.88
Aciphex	\$280.98	\$3,371.76
Cymbalta	\$190.04	\$2,280.48
Escitalopram	\$26.93	\$323.16
Pantoprozole	\$16.74	\$200.88
Zolpidem Tartrate	\$129.03	\$516.12
		TOTAL \$8,499.32



Population Health Management



Population Health Management





Results

Rx Consumerism Leading the Way

- Measurable ROI
- Opportunity to Change Behavior
- Consumer Savings
- Healthier Consumers



How We Do It

- Push cost savings initiatives through channel management
- Reach People where they live
- Harness the power of data
 - -Deliver pertinent information
 - -Personalize information
 - -Provide it in real-time
- Communication in preferred medium



Healthcare Consumerism



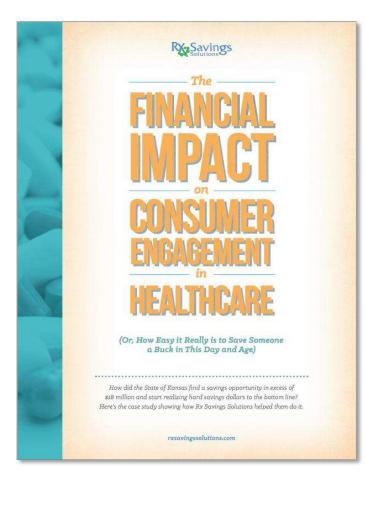


Our Clients





Learn More



Download the whitepaper to see how the State of Kansas found a way to save \$5 million annually and uncover an additional \$13 million in savings for its State Employee Health Plan.

www.RxSavingsSolutions.com/Kansas

