# SB 37 Renewal of Vaccine Assessment Program

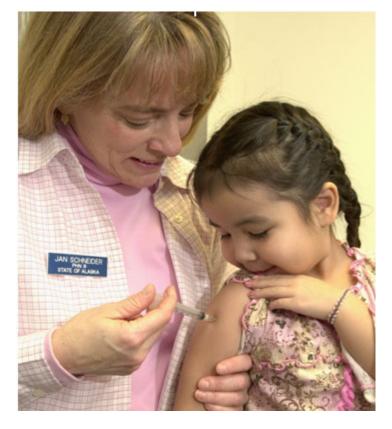
SENATE HEALTH AND SOCIAL SERVICES COMMITTEE
FEBRUARY 6, 2019

Alaska Division of Public Health



#### SB 37

- Reauthorizes the statewide Alaska Vaccine Assessment Program in the Department of Health and Social Services, scheduled for sunset January 1, 2021.
- Eliminates a temporary phase-in period that ended in 2017.
- Uses the state Vaccine Assessment Account to fully fund the program.
  - No unrestricted general funds are involved.



AS 18.09.200-18.09.990 Statewide Health Care, Statewide Immunization Program.

# What is the Alaska Vaccine Assessment Program?

Established in 2014, AVAP is a public-private partnership making access to vaccines universal for all Alaskans at no cost to the state.

- Provides all childhood and certain adult vaccines for privately insured children and some adults.
- Covers vaccine costs through assessments collected from private health insurers, third party administrators, and other program participants.
- Purchases vaccines at discounted rates off a bulk contract.
- Distributes vaccine directly to healthcare providers at no charge who administer the vaccines to their patients.



# What is the Alaska Vaccine Assessment Program?

- Through AVAP, Alaska continues to demonstrate leadership in creating innovative solutions for difficult public health issues.
- Alaska is one of only 11 states that has a universal childhood vaccine program and one of only 3 states that offers adult vaccines.
- Alaska is the only state that offers healthcare providers the option of purchasing state-supplied vaccine to serve uninsured adults.



Alaska Vaccine
Assessment Council sets
the annual assessment
rate

**AVAP** 



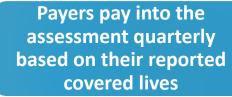
The Division of Public Health provides data to the Council for rate setting



Providers report administered vaccines to the Division of Public Health



Providers vaccinate covered patients, only billing payers for office visit





The Division of Public
Health purchases vaccine
off a discounted bulk
contract

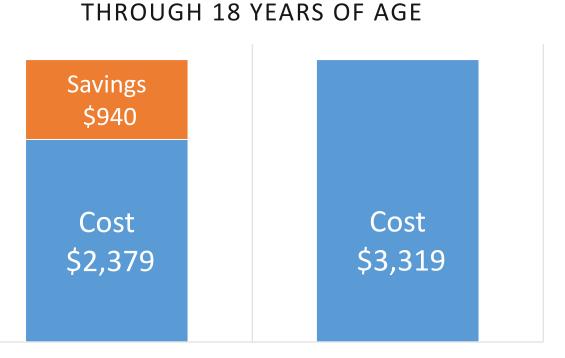


The Division of Public
Health ships vaccine at no
cost to providers or
through the Vaccine Depot

### Vaccine Cost



Overall vaccine costs lowered by 20%-30%.



COST TO VACCINATE A PERSON

**AVAP** 

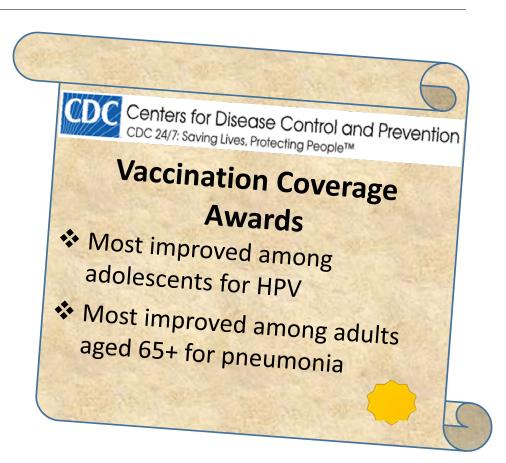
PRIVATE SECTOR

### Vaccine Coverage



#### 2018

- 366,000 Alaskans covered
  - 50% of the population
- 86,000 children
  - 44% of all children
- 280,000 adults
  - 52% of all adults



#### Successes



#### Win-Win-Win-Win

- The Division of Public Health reduces vaccine preventable diseases.
- Providers have improved health outcomes for vaccinated individuals and easier vaccine stock management.
- The health insurance industry pays less to vaccinate individuals.
- All Alaskans save more money in the long run due to fewer medical costs from vaccine-preventable diseases.

### Return on Health



## Lowers direct and long-term healthcare costs and yields numerous public health benefits:

- Ensures that every child and some adults who enter a participating doctor's office or hospital can receive recommended vaccines at no cost.
- More healthcare providers can offer vaccination services
  - less up-front costs to finance out of their own pockets for vaccines, and
  - reduces staff burdens required to separate private and public vaccine stock.
- Allows the State to manage the supply of vaccines,
  - ensuring that the state can quickly supply vaccines to vulnerable patient groups during emergencies or vaccine shortages, and
  - reducing waste through centralized inventory management.

#### For every \$1 spent on a vaccine in the US...

DTaP saves

\$27

(Diphtheria, Tetanus, and Pertussis)

Perinatal Hepatitis B saves \$14.70

MMR saves

\$26

(Measles, Mumps, and Rubella)

> Inactivated Polio (IPV) saves \$5.45

Varicella saves \$2.73



Pediatric Academic Societies' Annual Meeting, Boston, Massachusetts, Apr 28-May 1, 2012, Fangjun Zhou, PhD

Image courtesy of Vichaya Kiatying-Angsulee/FreeDigitalPhotos.net

...with routine vaccination the US Information from Economic Evaluation of the Routine Childhood Immunization Program in the United States, 2009, Presented at Saves \$13.5 billion in direct costs and \$68.8 billion in societal costs.

## In Closing...



Reauthorizing the Alaska
Vaccine Assessment
Program ensures a healthier
future for all Alaskans at the
lowest possible cost.



### Thank You

# Department of Health and Social Services Division of Public Health

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