

Americans Reject Medicare "Negotiation" and Government Price Setting

A new Ipsos/PhRMA poll¹ examines voters' attitudes towards Medicare "negotiation" and reveals that Americans reject so-called "negotiation" once they are presented with arguments around the debate.



Key findings from the survey reveal:

- Public support for Medicare "negotiation" evaporates once Americans see the arguments both for and against drug price "negotiations."
 - Only 14% support "negotiation" once told it could limit people's access to newer prescription medicines.
 - Only 15% support once told that taxing medicines up to 95% for non-compliance could take money out of the search for new medicines and cures.



Only 16% support once told it could lead to less research and development of new medicines.

Up to 49-point dip when learning of the proposal's tradeoffs Would you favor or oppose allowing the federal government to negotiate with drug companies to get a lower price on medications that would apply to both Medicare and private insurance? Would you support or oppose a policy allowing government negotiation of drug prices if you knew it had the following impact? % Favor The federal government does NOT currently negotiate with drug companies The federal government could save money Federal government savings could help balance budget Federal government savings could be used for other programs Money freed up in Medicare could fund other gov't spending 31% It could lead to less R&D of new medicines 16% Taxing medicines up to 95% could take money out of discovery It could limit people's access to newer prescription medicines 14%

2 Support particularly drops among key demographics once told that drug price negotiations could limit people's access to newer prescription medicine.

Notably there is a significant shift in support among the following:

- Democratic support drops 61 points (from 77% to 16%) after learning the policy could limit access.
- Seniors' support drops 58 points (from 70% to 12%).
- Hispanic support drops 51 points (from 67% to 16%).



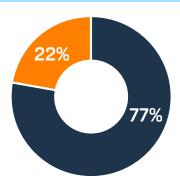
Americans want pragmatic policy solutions – not government price setting.

Instead of prescription drug price setting, Americans want policymakers to address their more pressing health care concerns - rising costs and decreasing health insurance coverage - and focus on solutions that would solve them.



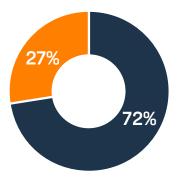
- After insurance costs (44%) and the pandemic (37%), the bureaucracy, inefficiency, waste in the
 system (30%) and out-of-pocket expenses (28%) are cited as top health care concerns. Prescription
 drug costs is the fifth most important health care problem for Americans, with 26% feeling it's a major
 issue in the health care system.
- When given the choice, Americans overwhelmingly prefer that Congress focus on overall costs of health care coverage and that the federal government provide oversight and incentives over setting prices:

Reduce the overall cost of health care coverage



- Congress should focus more on reducing the costs of prescription drugs
- Congress should focus more on reducing the overall costs of health care coverage such as premiums, deductibles, and copays

Government oversight not government price setting



- The federal government should set prices for health care services and prescription medicines and determine what services and medicines are covered by private health plans
- The federal government should provide oversight and incentives to health care providers, prescription drug companies and health insurers to encourage more competition to lower prices in the health care system

Source: Ipsos, Sept 10 - 19, 2021 n= 5.029 American adults

When it comes to addressing Americans' true health care concerns, policymakers should focus on solutions that lower patients' out-of-pocket costs while protecting access and the future development of new cures and treatments – not government price setting. Learn more about how we're working together to improve the health care system at **phrma.org/betterway**.

For more details on the Ipsos/PhRMA poll click **here**.