







MedImpact Managed Formulary Actions				
RATIONALE OF CHANGES				
<b>Trade Relations Strategy</b>				
Approach based on a financial review to deliver low net cost opportunities through pharmaceutical manufacture agreement strategies while taking into consideration the expected market share shift, future pipeline products, member impact and plan impact.				
<b>Low Net Cost Strategy</b>				
Delivering cost-efficient and clinically appropriate formulary content to meet the pharmacy benefit management needs of MedImpact clients; including appropriate development of preferred drug lists with consideration of low net cost strategies that includes MAC lists, non-pharmaceutical manufacture agreement strategies, and other cost management tools.				
<b>Clinical/Safety Strategy</b>				
Delivering cost-efficient and clinically appropriate formulary content to promote member safety and savings through the evaluation of scientific evidence, standards of practice, peer-reviewed medical literature, clinical practice guidelines, and guidance from the U.S. Food and Drug Administration (FDA)/Center for Disease Control (CDC).				
<b>Regulatory Update</b>				
Formulary/utilization management changes to comply with federal and/or state statutes, regulations, rules and policy requirements that pertain to the administration of the pharmacy benefit.				
LEGEND				
Note: The drug names listed are for reference purposes and denote action on the chemical entity unless otherwise specified. Where generic and brand products for a chemical entity co-exist, coverage and copayment for each will be a function of plan benefit design.				
FORMULARY		UTILIZATION MANAGEMENT (UM)		OPTIONAL BENEFIT EXCLUSION
Formulary Status	Formulary Actions	UM Definition	UM Actions	Coverage for each category will be a function of plan benefit design. These products may be excluded on client benefits. Formulary and UM decisions only apply for clients who choose to provide coverage for these drug categories.
F = Formulary	C = Change	AGE = Age restriction	A = Add UM	Antiobesity
NF = Non-Formulary	E = Excluded drug from formulary	QL = Quantity Limit	D = Delete UM	Cosmetic Indications
E = Excluded	S = Sustain	ST = Step Therapy	C = Change UM	Dietary Supplements and Non-Drug Products
NC = Not covered		PA = Prior Authorization	E = Excluded drug from formulary	Drugs to Treat Impotency or Sexual Dysfunction
S = Specialty		HST= Hard Step (Step without grandfathering- member must try preferred agents)	S = Sustain UM	Infertility
Non-S = Non-Specialty				Medical Foods: Dietary supplements, Enteral Feeding, Infant formula
				Non-Self Administered Drug (NSA)
				Ostomy Supplies
				Class O = Over the Counter Products
				Class Q = Products that are neither drugs nor devices, such as dietary supplements (including prenatal and other vitamins), medical foods, herbal preparations, and bulk flavorings or colorants
				Diagnostics