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Chief Executive Officer Clifford A. Hudis, MD, FACP, FASCO February 14, 2023

Senator Judy Lee, Chair Senate Human Services Committee North Dakota Senate 600 East Boulevard Avenue Bismarck, ND 58505

Dear Chair Lee, Vice Chair Cleary, and Members of the Senate Human Services Committee,

The Association for Clinical Oncology (ASCO) is pleased to support **SB 2389**, which establishes guardrails around prior authorization processes in the state.

ASCO is a national organization representing physicians who care for people with cancer. With nearly 45,000 members, our core mission is to ensure that cancer patients have meaningful access to high quality, equitable cancer care.

Prior authorization requires patients or their providers to secure pre-approval as a condition of payment or insurance coverage of services. In a recent ASCO survey, 80% of respondents said that a patient has experienced significant impacts on their health, such as disease progress, because of prior authorization processes. The most common harms to patients include delays in treatment (95%) and diagnostic imaging (94%), patients being forced onto second-choice therapy (93%) or denied therapy (87%) and increased out-of-pocket costs (88%). These survey results confirm that prior authorization results in unnecessary delays or denials of cancer care.

ASCO is committed to supporting policies that reduce cost while preserving quality of cancer care; however, it is critical that such policies be developed and implemented in a way that does not undermine patient access. Payer utilization management approaches like prior authorization are of particular concern because they represent greater likelihood of raising barriers to appropriate care for individuals with cancer.

ASCO is pleased that SB 2389:

- Ensures timely access to care by requiring insurers to respond to a prior authorization request within two working days for nonurgent circumstances and within 24 hours if the request is urgent;
- Improves the review process by requiring a physician who makes an adverse decision to notify the patient's physician before making an adverse



- decision and be available to discuss the basis for denial rather than deny care prior to a peer-to-peer conversation;
- Accommodates the needs of specialized patient populations by ensuring all adverse determination appeals are reviewed by a physician within the same relevant specialty as the prescribing physician; and
- Promotes continuity of care by stipulating that prior authorization for a
 healthcare service for the treatment of chronic and long-term conditions,
 such as cancer, must remain valid for 12 months.

ASCO is encouraged by the steps SB 2389 takes toward improving prior authorization in North Dakota, and we welcome the opportunity to be a resource for you. For a more detailed understanding of our policy recommendations on this issue, we invite you to read the ASCO Position Statement: Prior Authorization. Please contact Sarah Lanford at ASCO at Sarah.Lanford@asco.org if you have any questions or if we can be of assistance.

Sincerely,

Lori J. Pierce, MD, FASTRO, FASCO

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Association for Clinical Oncology