

ASSOCIATION CHAIR OF THE BOARD

Eric P. Winer, MD, FASCO

ASSOCIATION TREASURER

Martin Palmeri, MD, MBA

ASSOCIATION DIRECTORS

Carolyn B. Hendricks, MD, FASCO Mariana Chavez Mac Gregor, MD, MSc, FASCO

Taofeek K. Owonikoko, MD, PhD, FASCO

Gladys I. Rodriguez, MD, FASCO

Lynn M. Schuchter, MD, FASCO

Eric J. Small, MD, FASCO

Emily Z. Touloukian, DO

Robin T. Zon, MD, FACP, FASCO

NON-VOTING DIRECTOR

Chief Executive Officer Clifford A. Hudis, MD, FACP, FASCO Representative Jonathan Warrey, Chair Room JW327C, State Capitol 600 East Boulevard Avenue Bismarck, ND 58505

March 14, 2025

Dear Chair Warrey and Members of the House Committee on Industry, Business and Labor,

The Association for Clinical Oncology (ASCO) is pleased to support **SB 2280**, which establishes guardrails around prior authorization processes in the state.

ASCO is the world's leading professional society representing physicians who care for people with cancer. With over 50,000 members, our core mission is to ensure that cancer patients have meaningful access to high quality 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 2280:

- Ensures timely access to care by requiring insurers to respond to a prior authorization request within seven business days for nonurgent circumstances and within 72 hours if the request is urgent;
- 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;



- **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; and
- **Improves transparency** by implementing prior authorization statistic reporting.

ASCO is encouraged by the steps SB 2280 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 <u>ASCO Position Statement: Prior Authorization</u>. Please contact Sarah Lanford at ASCO at <u>Sarah.Lanford@asco.org</u> if you have any questions or if we can be of assistance.

Sincerely,

Eric P. Winer, MD, FASCO Chair of the Board Association for Clinical Oncology