

LEGISLATION & COMMUNICATIONS UNIT

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California's protection & advocacy system

March 28, 2021

Honorable Jim Wood Chair, Health Committee California State Assembly Capitol Building, Room 6005 Sacramento, CA 95814

RE: AB 458 (Kamlager) as amended March 23, 2021 – SUPPORT

Dear Assembly Member Wood:

Disability Rights California (DRC), a non-profit advocacy organization that advances and protects the rights of Californians with disabilities, **supports AB 458, the California Affordable Drug Importation Act.** This bill will be heard before Assembly Health Committee.

This bill will increase access to safe, affordable prescription drugs by establishing a state-run program to import wholesale pharmaceuticals from Canada. Upon approval from the federal government, the program will be expanded to include additional countries that meet standards that are comparable to U.S. standards.

Americans pay the highest prices in the world for prescription drugs. Onethird of Americans have skipped filling prescriptions because of the cost. 20 percent of Americans have had trouble paying for food and housing because of the cost of their medication. And, despite federal restrictions, almost 10 percent of Americans have imported a prescription drug at some point to get a lower price. They should be permitted to do so safely. Skyrocketing drug costs also drain employers, who are struggling more than ever to provide health insurance to employees and their dependents. AB 458 (Kamlager) as amended March 23, 2021 - SUPPORT Page 2 of 2

Over the last 3 years, prescription drugs have experienced *double-digit price increases* in the U.S. U.S. drug prices are nearly four times higher than average prices compared to similar countries. American consumers spend 40 percent more on prescriptions per person than Canada and <u>twice</u> <u>as much</u> as the average major industrialized country, even when accounting for rebates.

Prescription drug importation is a powerful tool to address the burden that high drug costs pose to the state and to patients. AB 458 will not only lower drug costs and increase access to medicines, but also will ensure that the drugs that are imported into California are safe and effective.

For these reasons, DRC supports this bill. Please contact me if you have any questions about our position or if I can provide any further information.

Sincerely,

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Sawait Seyoum Senior Legislative Advocate Disability Rights California

cc: Honorable Members, Assembly Health Committee Honorable Sydney Kamlager, California State Senate Office of Senator Kamlager Gino Folchi, Consultant, Republican Caucus