

FEDERAL ELECTION 2019

Universal National Pharmacare



Background

Canada is the **only developed country in the world** with a universal health care system that **does not provide universal coverage of prescription drugs**.

In 2016 Canadians spent \$165 per capita on generic drugs, the second highest among OECD countries after the United States, making drugs inaccessible for many. Lack of universal drug access often causes non-adherence by patients, resulting in higher rates of hospital admissions and deaths, and increasing costs to the health care system. 4

- As a result, one in 10 Canadians cannot afford to take medicines as prescribed; compared to other countries, this is one of the highest rates of cost-related non-adherence of prescription drugs⁴
- One million Canadians forego spending on necessities such as food and heating in order to pay for essential prescription medicines⁵



Canadians have no prescription drug coverage.⁶

Increases in spending on prescription drugs have surpassed spending growth for both hospital and physician services and are now the fastest growing contributor to public health expenditures in Canada.⁷

The federal government should introduce a universal, single-payer, national pharmacare program

 It would lead to the greatest degree of consistency across the country. According to an Ipsos poll conducted on behalf of the College of Family Physicians of Canada (CFPC), three-quarters (75 per cent) of Canadians support implementing a universal pharmacare program in Canada



- As a strong central negotiating power, the federal government will greatly increase bargaining power and reduce the cost of prescription drugs by \$3-6 billion a year^{9,10}
- A Canadian Centre for Policy Alternatives study suggests that a single-payer pharmacare program would decrease the amount spent on prescription drugs for Canadians and employers by \$16.6 billion annually. While this would be an additional cost to
- governments of \$10.4 billion a year, it would result in overall net savings of \$6.1 billion annually (\$160 per person in Canada), and the long-term health impacts will offset this initial investment.¹⁰
- A result of eliminating financial barriers to filling prescriptions will be significantly improved health outcomes of Canadians, especially those who currently cannot afford the prescriptions¹³

Coverage for everyone in Canada

- The pharmacare plan should cover all medically necessary drugs at no cost to Canadians (no co-payments or deductibles), making it a progressive plan that truly aims to reduce inequalities and improve well-being
- Due to high prescription costs, Canadians use their medications inappropriately or not at all; a Quebec-based study of almost "16,000 patients found that nearly one in three prescriptions went unfilled,"¹¹ while recent research from the Mayo Clinic shows that nearly half of patients "do not take their medications as prescribed"¹²



The federal government should create a pharmacare program that prioritizes universal access and is based on values of comprehensiveness, universality, equality, and is without conditions.

Endnotes

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- 10 Macdonald D, Sanger T. A prescription for savings: Federal revenue options for pharmacare and their distributional impacts on households, businesses and governments. Ottawa, ON: Canadian Centre for Policy Alternatives; 2018. Available from: www.policyalternatives.ca/sites/default/files/uploads/publications/National%20 Office/2018/12/Prescription%20for%20Savings.pdf. Accessed 2019 Jul 3.
- 11 Tamblyn R, Eguale T, Huang A, Winslade N, Doran P. The incidence and determinants of primary nonadherence with prescribed medication in primary care: a cohort study. *Ann Intern Med.* 2014;160(7):441-450.
- 12 Brown MT, Russell JK. Medication adherence: WHO cares? *Mayo Clinic Proc.* 2011;86(4):304-314.
- 13 Morgan SG, Martin D, Gagnon MA, Mintzes B, Daw JR, Lexchin J. Pharmacare 2020: The future of drug coverage in Canada. Vancouver, BC: Pharmaceutical Policy Research Collaboration, University of British Columbia; 2015.

For further information contact us at healthpolicy@cfpc.ca

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