Medicare Proposes 2012 Pay Cut for Hospitals

BY ALICIA AULT

the Centers for Medicare and Medicaid Services is proposing to reduce payments for hospitals by \$498 million, or 0.55%, in fiscal 2012.

The proposals under the Inpatient Prospective Payment System and the Long-Term Care Hospital Prospective Payment System continue a flat-to-downward trend in Medicare reimbursement

over the past few years. A big reason for the reduction: The agency is adjusting for overpayments made for coding errors in the previous fiscal years, according to Ira Loss and his colleagues at Washington Analysis, a company that monitors policy developments for investor clients.

The cuts will "will maintain pressure on makers and suppliers of certain device categories, like orthopedics, general surgery, routine lab tests, and medical supplies, for the foreseeable future," said Mr. Loss.

The April 19 announcement included new quality improvement proposals. 'The proposals ... reflect an underlying premise that we can improve the quality of and access to care while at the same time slowing the growth in health care spending," CMS Administrator Donald Berwick said in a statement.

The rule will encourage support of Partnerships for Patients, a joint effort by

the Department of Health and Human Services and private entities to improve patient safety and quality.

Beginning in fiscal 2013, the agency is to start reducing payments to hospitals that have excess readmissions for certain conditions. The proposed rule lays the groundwork for that by publishing rates of readmissions for three conditions: acute myocardial infarction, heart failure, and pneumonia.

The proposal also would add one category to the list of hospital-acquired conditions that the CMS will not pay for at a higher rate, if the condition occurred during the hospital stay. That category is acute renal failure after contrast

Heart transplants and heart assist systems will have about a 9% pay reduction. Defibrillator implantation will range from a decrease of 2.1% to an increase of 4.5%.

administration (also known as contrastinduced acute kidney injury, or CI-AKI).

The new rule contains provisions that will support the hospital value-based purchasing regulation when that final rule is issued in "the near future." One of those proposals is to adopt a Medicare Spending per Beneficiary Measure for the value-based purchasing program.

The CMS also proposes to reduce the reporting burden for physicians and hospitals by retiring some quality measures, introducing others that will more closely align with measures collected for other purposes, and streamlining the submissions process, said the agency.

On the reimbursement side, cardiac and orthopedic procedures will see an overall slight reduction in payment, according to Washington Analysis. Heart transplants and heart assist systems will have about a 9% pay reduction. Defibrillator implantation will range from a decrease of 2.1% to an increase of 4.5%, depending on the patient's status, the analysts said. Deep brain stimulation, vagus nerve stimulation for epilepsy, and spinal cord stimulation will see a small increase.

The rule is open for comment until June 20. The final rule is to be issued by Aug. 1.

Can't Find Your





Brief Summary of Prescribing Information

These highlights do not include all the information needed to use Ranexa safely and effectively. See full prescribing information for

Ranexa (ranolazine) extended-release tablets

1. INDICATIONS AND USAGE

Ranexa is indicated for the treatment of chronic angina.

Ranexa may be used with beta-blockers, nitrates, calcium channel blockers, anti-platelet therapy, lipid-lowering therapy, ACE inhibitors, and angiotensin receptor blockers.

2. DOSAGE AND ADMINISTRATION

2.1 Dosing Information

Initiate Ranexa dosing at 500 mg twice daily and increase to 1000 mg twice daily, as needed, based on clinical symptoms. Take Ranexa with or without meals. Swallow Ranexa tablets whole; do not crush

The maximum recommended daily dose of Ranexa is 1000 mg

If a dose of Banexa is missed, take the prescribed dose at the next

2.2 Dose Modification

Dose adjustments may be needed when Ranexa is taken in combination with certain other drugs [see Drug Interactions (7.1)]. Limit the maximum dose of Ranexa to 500 mg twice daily in patients on diltiazem, verapamil, and other moderate CYP3A inhibitors. Downtitrate Ranexa based on clinical response in patients concomitantly treated with P-qp inhibitors, such as cyclosporine.

3. DOSAGE FORMS AND STRENGTHS
Ranexa is supplied as film-coated, oblong-shaped, extended-release tablets in the following strengths:

500 mg tablets are light orange, with GSI500 on one side
1000 mg tablets are pale yellow, with GSI1000 on one side

4. CONTRAINDICATIONS

- Ranexa is contraindicated in patients:
 Taking strong inhibitors of CYP3A [see Drug Interactions (7.1)]
- Taking inducers of CYP3A [see Drug Interactions [7:1]]
 With clinically significant hepatic impairment [see Use in Specific Populations (8:6)]

5. WARNINGS AND PRECAUTIONS

5.1 QT Interval Prolongation: Ranolazine blocks I_{kr} and prolongs

Clinical experience in an acute coronary syndrome population did not show an increased risk of proarrhythmia or sudden death. However, there is little experience with high doses (> 1000 mg twice daily) or exposure, other QT-prolonging drugs, or potassium channel variants resulting in a long QT interval.

6. ADVERSE REACTIONS

6.1 Clinical Trial Experience: Because clinical trials are conducted under widely varying conditions, adverse reaction rates observed in the clinical trials of a drug cannot be directly compared to rates in the clinical trials of another drug and may not reflect the rates observed in practice.

A total of 2,018 patients with chronic angina were treated with ranolazine in controlled clinical trials. Of the patients treated with Ranexa, 1.026 were enrolled in three double-blind, placebocontrolled, randomized studies (CARISA, ERICA, MARISA) of up to Controlled, rainoinized studies (CARIOA, INTAIS, INTAIS, of up to 12 weeks duration. In addition, upon study completion, 1,251 patients received treatment with Ranexa in open-label, long-term studies; 1,227 patients were exposed to Ranexa for more than 1 year, 613 patients for more than 2 years, 531 patients for more than 3 years, and 326 patients for more than 4 years.

At recommended doses, about 6% of patients discontinued treatment with Ranexa because of an adverse event in controlled studies in angina patients compared to about 3% on placebo. The most common adverse events that led to discontinuation more frequently on Ranexa than placebo were dizziness (1.3% versus 0.1%), nausea (1% versus 0.1%). 0%), asthenia, constipation, and headache (each about 0.5% versus 0%). Doses above 1000 mg twice daily are poorly tolerated.

In controlled clinical trials of angina patients, the most frequently reported treatment-emergent adverse reactions (> 4% and more common on Ranexa than on placebo) were dizziness (6.2%), headache (5.5%), constipation (4.5%), and nausea (4.4%). Dizziness may be dose-related. In open-label, long-term treatment studies, a similar adverse reaction profile was observed.

The following additional adverse reactions occurred at an incidence of 0.5 to 2.0% in patients treated with Ranexa and were mo frequent than the incidence observed in placebo-treated patients:

Cardiac Disorders - bradycardia, palpitations

Ear and Labyrinth Disorders - tinnitus, vertigo

Gastrointestinal Disorders – abdominal pain, dry mouth, vomiting General Disorders and Administrative Site Adverse Events -

Respiratory, Thoracic, and Mediastinal Disorders – dyspnea Vascular Disorders - hypotension, orthostatic hypotension

Other (< 0.5%) but potentially medically important adverse reactions observed more frequently with Ranexa than placebo treatment in all controlled studies included: angioedema, renal failure, eosinophilia, blurred vision, confusional state, hematuria, hypoesthesia, paresthesia, tremor, pulmonary fibrosis, thrombocytopenia, leukopenia, and pancytopenia.

unsuccessful in demonstrating a benefit for Ranexa, but there was no apparent proarrhythmic effect in these high-risk patients.

Laboratory Abnormalities

Ranexa produces small reductions in hemoglobin A1c. Ranexa is not a treatment for diabetes.

regardless of previous renal function. The elevation has a rapid onset, shows no signs of progression during long-term therapy, is reversible after discontinuation of Ranexa, and is not accompanied by changes in BUN. In healthy volunteers, Ranexa 1000 mg twice daily had no effect upon the glomerular filtration rate. The elevated creatinine levels are likely due to a blockage of creatinine's tubular secretion by ranolazine or one of its metabolites.

7. DRUG INTERACTIONS

7.1 Effects of Other Drugs on Ranolazine: Ranolazine is primarily metabolized by CYP3A and is a substrate of P-glycoprotein (P-gp).

CYP3A Inhibitors
Do not use Ranexa with strong CYP3A inhibitors, including keto conazole, itraconazole, clarithromycin, nefazodone, nelfinavir, ritonavir, indinavir, and saguinavir, Ketoconazole (200 mg twice daily) increases average steady-state plasma concentrations of ranolazine 3.2-fold [see Contraindications (4)].

Limit the dose of Ranexa to 500 mg twice daily in patients on moderate CYP3A inhibitors, including diltiazem, verapamil, aprepitant, erythromycin, fluconazole, and grapefruit juice or grapefruit-containing products. Diltiazem (180–360 mg daily) and verapamil (120 mg three times daily) increase ranolazine steady-state plasma concentrations about 2-fold [see Dosage and Administration (2.2)].

Weak CYP3A inhibitors such as simvastatin (20 mg once daily) and cimetidine (400 mg three times daily) do not increase the exposure to ranolazine in healthy volunteers.

Down-titrate Ranexa based on clinical response in patients concomitantly treated with P-gp inhibitors, such as cyclosporine [see Dosage and Administration (2.2)].

Avoid co-administration of Ranexa and CYP3A inducers such as rifampin, rifabutin, rifapentin, phenobarbital, phenytoin, carbamaze-pine, and St. John's wort. Rifampin (600 mg once daily) decreases the plasma concentration of ranolazine (1000 mg twice daily) by approximately 95% by induction of CYP3A and, probably, P-gp.

7.2 Effects of Ranolazine on Other Drugs: In vitro studies indicate that ranolazine and its O-demethylated metabolite are weak inhibitors of CYP3A, moderate inhibitors of CYP2D6 and moderate P-gp inhibitors.

Drugs Transported by P-gpRanexa (1000 mg twice daily) causes a 1.5-fold elevation of digoxin plasma concentrations. The dose of digoxin may have to be adjusted.

Drugs Metabolized by CYP2D6

Ranexa 750 mg twice daily increased the plasma concentrations of a single dose of immediate-release metoprolol (100 mg), a CYP2D6 substrate, by 1.8-fold. The exposure to other CYP2D6 substrates, such as tricyclic antidepressants and antipsychotics, may be increased during co-administration with Ranexa, and lower doses of these drugs may be required.

8. USE IN SPECIFIC POPULATIONS

8.1 Pregnancy—Pregnancy Category C: In animal studies, ranolazine at exposures 1.5 (rabbit) to 2 (rat) times the usual human exposure caused maternal toxicity and misshapen sternebrae and reduced ossification in offspring. These doses in rats and rabbits were associated with an increased maternal mortality rate. There

are no adequate well-controlled studies in pregnant women. Ranexa should be used during pregnancy only when the potential benefit to the patient justifies the potential risk to the fetus.

8.3 Nursing Mothers: It is not known whether ranglazine is excreted in human milk. Because many drugs are excreted in human milk and because of the potential for serious adverse reactions from ranolazine in nursing infants, decide whether to discontinue nursing or to discontinue Ranexa, taking into account the importance of the drug to the mother.

8.4 Pediatric Use: Safety and effectiveness have not been estab

8.5 Geriatric Use: Of the chronic angina patients treated with Ranexa 8.3 deflatife use: of the chloric anglina patients related with raffexal in controlled a studies, 496 (48%) were ≥ 65 years of age, and 114 (11%) were ≥ 75 years of age. No overall differences in efficacy were observed between older and younger patients. There were no differences in safety for patients ≥ 65 years compared to younger patients, but patients > 75 years of age on ranolazine, compared to placebo, had a higher incidence of adverse events, serious adverse events, and drug discontinuations due to adverse events. In general, dose selection for an elderly patient should usually start at the low end of the dosing range, reflecting the greater frequency of decreased hepatic, renal, or cardiac function, and of concomitant disease, or other drug therapy

8.6 Use in Patients with Hepatic Impairment: Ranexa is contraindicated in patients with clinically significant hepatic impair ment. Plasma concentrations of ranolazine were increased by 30% in patients with mild (Child-Pugh Class A) and by 60% in patients with moderate (Child-Pugh Class B) hepatic impairment. This was not enough to account for the 3-fold increase in QT prolongation seen in patients with mild to severe hepatic impairment [see Control of the Child Class A). traindications (4)].

8.7 Use in Patients with Renal Impairment: In patients with varying degrees of renal impairment, ranolazine plasma levels increased up to 50%. The pharmacokinetics of ranolazine has not been assessed in patients on dialysis.

8.8 Use in Patients with Heart Failure: Heart failure (NYHA Class I to IV) had no significant effect on ranolazine pharmacoki netics. Ranexa had minimal effects on heart rate and blood pres sure in patients with angina and heart failure NYHA Class I to IV. No dose adjustment of Ranexa is required in patients with

8.9 Use in Patients with Diabetes Mellitus: A population pharmacokinetic evaluation of data from angina patients and healthy subjects showed no effect of diabetes on ranolazine pharmacokinetics. No dose adjustment is required in patients with diabetes.

Ranexa produces small reductions in HbA1c in patients with diabetes

High oral doses of ranglazine produce dose-related increases in dizziness, nausea, and vomiting. High intravenous exposure also produces diplopia, paresthesia, confusion, and syncope. In addition to general supportive measures, continuous ECG monitoring may be warranted in the event of overdose

Since ranolazine is about 62% bound to plasma proteins, hemodi alysis is unlikely to be effective in clearing ranolazine.

Please see full prescribing information at www.Ranexa.com.

To report SUSPECTED ADVERSE REACTIONS, contact Gilead Sciences, Inc, at 1-800-GILEAD-5, or FDA at 1-800-FDA-1088 or www.fda.gov/medwatch.

Rx onlyManufactured for: Gilead Sciences, Inc, Foster City, CA 94404 USA Ranexa Prescribing Information, September 2010 21-526-GS-008 SEP10

