

R1 Re-engineering the drug preparation

- the Swedish model

Dr Eva Sjökvist Saers APL

Apotek Produktion & Laboratorier AB Sweden

(Iqp

EAHP 2014 - Eva Sjökvist Saers, Sweden

Disclosure

Eva Sjökvist Saers, CEO of APL Apotek Produktion & Laboratorier AB



- APL is a state-owned company and a national centre of excellence for compounded pharmaceuticals.
- APL is an "extempore pharmacy", with license from MPA, that offers
 compounding services (development and manufacturing of extemporaneous
 preparations and stock preparations) to community and hospital pharmacies,
 either directly according to agreements as a part of the hospital
 pharmacy or as a subcontractor.
- APL offers its services according to equal and non-discriminating conditions, as an assignment from the government.
- The compounding sector is today on a competitive market
- APL is also a CDMO (Contract Development and Manufacturing Organisation) that offers development and manufacturing services to companies within Life Science.

EAHP 2014 - Eva Sjökvist Saers, Swede

To move from one model to another

Re-regulation of the pharmacy market in Sweden – consequences on the hospital pharmacies with focus on compounding





EAHP 2014 - Eva Sjökvist Saers, Sweden

Earlier model

Re-regulation of the pharmacy market in Sweden – consequences on the hospital pharmacies

- Until 2009/2010 the state-owned company Apoteket had the exclusive right to sell drugs in Sweden – community and hospital pharmacies
- All hospital pharmacies were run by Apoteket, on behalf of each county council according to agreements.
- Preparations of cytotoxics and sterile individual preparations were made at the hospital pharmacies
- Compounding (extemporaneous preparations, stock preparations) was centralised to the four production units of APL (earlier subsidiary to Apoteket)
- One national process owner for the "manufacturing/compounding process" at Apoteket/APL

FAHP 2014 - Eva Siökvist Saers, Swed

Earlier model

Development of compounding - earlier model

- The process owner of the manufacturing/compounding process was chairman of a "manufacturing forum"
- Holistic view of activities ongoing at the hospital pharmacies, with a focus on compounding
- Local and national initiatives joint activities
- · Topics e.g.
 - quality assurance/patient safety
 - working environment/ergonomics
 - harmonisation/standardisation/efficiency
 - IS/IT
 - communication/collaborations with health care
 - dose banding
 - automation

EAHP 2014 - Eva Siökvist Saers, Sweder



APL's extemporaneous pharmaceuticals

- > 10.000 compositions in data base
- ~ 2.000 compositions manufactured frequently
- About 300 stock preparations, of which 140 with a national license from MPA
- Therapeutic areas e.g.:
 - Pediatrics
 - Pain
 - Dermatology
 - Dental care
 - Cardiovascular
 - Stomach/intestine
 - Eyes/ear
 - Gynecology
 - Urology
 - Veterinary

HP 2014 - Eva Sjökvist Saers, Sweden





Extemporaneous pharmaceuticals – dosage forms by APL

Aseptic/Sterile

Parenteral preparations

- Vials
- Bottles
- Ampoules
- Bags

Eye/Ear preparations

- Drops
- Ointment
- Gels

Ambulatory systems

Non-sterile

Semi-solids

- Ointments /creams
- Gels
- Lotions
- Suspensions

Liquids

- Oral solutions
- Emulsions
- Suspensions

Solid preparations

- Capsules



EAHP 2014 - Eva Sjökvist Saers, Sweder

APL large scale manufacturing of stock preparations and extemporaneous manufacturing



Göteborg

Non-sterile manufacturing Oral solutions Supply Chain & Logistics Extemporaneous pharmaceuticals



Malmö

Non-sterile manufacturing Semi solids



Solid preparations Clinical trials materials Pharmaceutical/Analytical development APL Customer Services Extemporaneous pharmaceuticals

Sterile and aseptic manufacturing Clinical trials materials

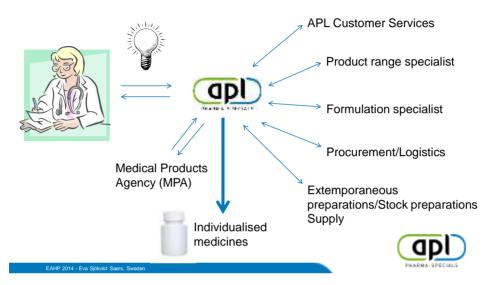
Preparation at hospitals (tender)

West Sweden: Varberg, Sahlgrenska, Östra, Uddevalla, Skövde, Borås Stockholm: Solna and Stockholm

AHP 2014 - Eva Sjökvist Saers, Sweder



Development of individualised medicines for patients with special needs



Health care at hospitals in Sweden

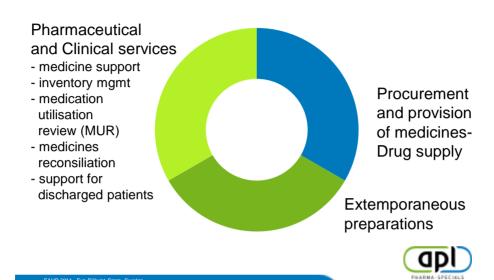


- At the regional level, responsibility for financing and providing health care is decentralized to the county councils (regions).
- 21 regions are responsible for the organisation and management of health care at the hospitals in each region
- Hospital pharmacy management procurement process with strict requirements. The requirements are set by the respective regions.
- Only one region manages the hospital pharmacies in-house (Jönköping)

EAHP 2014 - Eva Sjökvist Saers, Swede

Current model

Contracted services



Current model

Procurement process of hospital pharmacy activities



Balance between quality and cost

- According to the law on public procurement
- Strict requirements all mandatory and need to be fulfilled by the provider
- Providers present tender with their suggestions on how to provide the services
- The decision is announced
- The decision can be appealed against by the contractor/s who did not win the procurement
- The length of the contract varies e.g. 3+2, 4+2, 6+4 years

EAHP 2014 - Eva Sjökvist Saers, Sweden

Requirement specifications (no of mandatory claims) Tender in Stockholm county council for extemporaneous manufacturing

- Tender invitation (general claims 34)
- Assignment (4)
- Organisation (23)
- Quality management (11)
- Supply of goods (22)
- Ordering process (29)
- Distribution (23)

- Supply reliability (3)
- Opening hours and avaliability (7)
- Monitoring (4)
- Principles for pricing (8)
- Clinical trial materials (5)
- Environmental issues (2)
- Performance (14)
- Approx. 190 mandatory claims



EAHP 2014 - Eva Sjökvist Saers, Sweden

Contractors to date

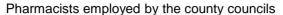
Service	Apoteket**	APL*	Apotek Hjärtat**	АроЕх	Unimedic*	Region Jönköping (in-house)
A. Drug supply	X	-	X	X	-	Χ
B. Pharma- ceutical services	X	-	X	X	-	X
C. Extemporaneous preparations						
- Cytotoxics	Χ	Χ	Χ	-	-	X
- Sterile preparations	X	X	X	-	-	X
- Individual compounded preparations (sterile / non sterile)	-	X	-	-	-	-
- Stock preparations	-	X approx 300	-	-	X approx 15	-

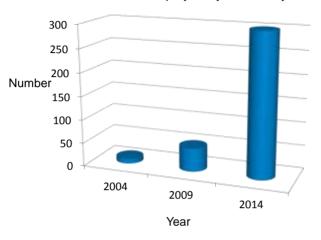
^{*} extempore pharmacy ** pharmacy chain with community and hospital pharm.



EAHP 2014 - Eva Sjökvist Saers, Swede

Increased focus on optimal drug utilisation and patient safety in the county councils





- Increased competence
- Experience from hospital pharmacy management
- More initiated procurers of services
- Some services performed inhouse
- Innovation in partnership



EAHP 2014 - Eva Siökvist Saers, Sweden

Forum for national development of activities at hospital pharmacies incl. extemporaneous preparations

- Swedish Society of Pharmaceutical sciences
 - Swedish Society of Hospital Pharmacy



Section for members from e.g. hospital pharmacies, county councils, authorities

· Swedish Association of Local Authorities and Regions



Working group for pharmacists employed by the county councils

<u>apl</u>

EAHP 2014 - Eva Sjökvist Saers, Sweder

Some consequences of the current model

- Competition and diversity drive innovation
- Competition lowers the price
- A variety of services and solutions available from different providers
- Some issues become more significant (IT, logistics etc)

- Fragmentation with less overview
- Regional aspects rather than national
- Cost cutting can lead to less time for continous training/education of staff
- Competition leads to less openness between players



EAHP 2014 - Eva Sjökvist Saers, Sweden

Thanks to

Lars-Åke Söderlund

Swedish Society of Pharmaceutical sciences (board) /Apoteket

Sari Frigård

Swedish Society of Hospital Pharmacy (chairman) / Apoteket

Magnus Munge

Swedish Society of Hospital Pharmacy (board) / County council of Kronoberg

Eva Einarsson

Apotek Hjärtat Business unit Health care





FAHP 2014 - Eva Siökvist Saers, Swed

eva.sjokvistsaers@apl.se



Together we contribute to drugs that improve and save lives!
We are proud of that!