



# Preventing Pandemic Price Gouging

Representatives Jan Schakowsky (D-IL) and Francis Rooney (R-FL) introduced the Make Medications Affordable by Preventing Pandemic Price Gouging Act, H.R. 6472, on June 17, 2020. Americans pay the highest prices in the world for prescription drugs. H.R. 6472 establishes critical protections against drug price gouging amid the COVID-19 pandemic.

The federal government has spent tens of billions of taxpayer dollars on research and development (R&D) of vaccines and treatments for COVID-19, including \$23 billion for manufacturing and purchasing. Despite this public investment, there is no guarantee that these taxpayer-funded drugs will be affordable, accessible, or available to all those who need them.

## Access to COVID-19 Drugs for All Who Need Them

By prohibiting exclusive licensing and ending monopoly control, H.R. 6472 ensures universal access to all taxpayer-funded drugs used to treat or prevent COVID-19.

## Ensures Affordability

H.R. 6472 mandates reasonable and affordable pricing for new, taxpayer-funded drugs that are used to treat or prevent COVID-19.

## Greater Transparency

Drug corporations must publicly report specific breakdowns of their total expenditures, including the amount which came from taxpayer dollars, related to any drug used to treat or prevent COVID-19.

## Prevents Price Gouging

H.R. 6472 blocks excessive pricing of drugs used to treat any disease that causes a public health emergency, not just the COVID-19 pandemic.

Drug price gouging is a threat:

- Drug corporations used a \$50 billion windfall from the 2017 tax bill for stock buybacks rather than lowering prices or investing in the development of new drugs;
- Drug prices continue to escalate. In 2020, drug corporations raised the prices of more than 400 drugs by more than five percent with no explanation;
- Remdesivir was developed with \$70.5 million of taxpayer dollars, yet there is no requirement that the medication be affordable. In fact, on June 29, 2020, in the middle of the pandemic, Gilead increased the price of their drug Remdesivir -- one of the drugs approved to treat COVID 19 -- by 30% to \$3,120 for a five-day treatment.