The Honorable Charles E. Schumer Majority Leader U.S. Senate 322 Hart Senate Office Building Washington, DC 20510

The Honorable Ron Wyden Chairman, Committee on Finance U.S. Senate 219 Dirksen Senate Office Building Washington, DC 20510

The Honorable Bernie Sanders Chairman, Committee on the Budget U.S. Senate 624 Dirksen Senate Office Building Washington, DC 20510 The Honorable Mitch McConnell Minority Leader U.S. Senate 317 Russell Senate Office Building Washington, DC 20510

The Honorable Mike Crapo Ranking Member, Committee on Finance U.S. Senate 219 Dirksen Senate Office Buidling Washington, DC 20510

The Honorable Lindsey Graham Ranking Member, Committee on the Budget U.S. Senate 624 Dirksen Senate Office Buidling Washington, DC 20510

<u>Re: Importance of Orphan Drug Tax Credit for People and Families Living with Autoimmune</u> <u>Disease</u>

On behalf of the estimated 50 million Americans with autoimmune and immune-mediated diseases, the undersigned *64 organizations* write to you regarding the importance of the Orphan Drug Tax Credit (ODTC) for people and families living with autoimmune disease and urge you to protect the ODTC in the Build Back Better legislation.

Autoimmune and immune-mediated diseases are lifetime afflictions - there are currently no cures and they are among the leading causes of disability in this country. Individuals and families living with these diseases depend on many of the medicines that have come to market since the enactment of the 1983 Orphan Drug Act, and the millions living with a rare autoimmune disease who lack an FDA approved medication are depending on the Orphan Drug Tax Credit as a vital tool for future treatment development.

Since it was enacted the Orphan Drug Act has spurred the approval of 652 drugs for 1,006 rare diseases¹. It has been a lifeline for millions of individuals with autoimmune diseases who face significant health challenges and often require a unique combination of drugs to

¹ FDA. Orphan Drug Database. Accessed 9/13/21.

https://www.accessdata.fda.gov/scripts/opdlisting/oopd/index.cfm

diagnose, treat, and manage their symptoms. In the current draft of ODTC in the Build Back Better legislation, only the first approved orphan use of a drug would be available for the tax credit. This limitation would unnecessarily curb critical incentives for companies to invest in orphan drug development, which are vital given over 90% of rare diseases have no FDA approved treatment².

The U.S. orphan drug development process is particularly significant for individuals living with rare autoimmune diseases as secondary indications have proven to be indispensable in the development of treatment for these individuals. Since 2016, 23 secondary orphan drug indications have been FDA approved for rare autoimmune diseases³. At such a promising time, Congress should be protecting and investing in the future of those without a current FDA approved treatment, rather than removing incentives for the development of future therapies for those who depend on it the most.

The Autoimmune Association and the undersigned organizations deeply appreciate the hard work you have undertaken to address issues of drug affordability for patients. Let's continue to work together to find solutions and secure tomorrow's cures today by investing in the promising pipeline that has already delivered so many vital drugs to patients living with autoimmune disease.

Please contact Brett McReynolds, Autoimmune Association, VP of Policy at <u>brett@autoimmune.org</u>. We look forward to continuing to work together to advance patient-centered policies that address affordability and access.

Sincerely,

ACCSES

Acromegaly Community, Inc Advocacy & Awareness for Immune Disorders Association (AAIDA) Advocates for Responsible Care Alliance for Aging Research Alpha-1 Foundation American Academy of Allergy, Asthma, & Immunology American Behcet's Disease Association (ABDA) American Liver Foundation American Partnership for Eosinophilic Disorders APS Foundation of America, Inc Arizona United Rheumatology Alliance Arthritis Foundation Autoimmune Association Brain Injury Association of America California Chronic Care Coaliton Caregiver Action Network Caring Ambassadors Program Chronic Care Policy Alliance Chronic Disease Coalition Color of Crohn's and Chronic Illness

² "Rare Diseases." National Institutes of Health, https://www.nih.gov/about-nih/what-we-do/nih-turningdiscovery-into-health/rare-diseases

³ Based off data from Biomedtracker

Conquer Myasthenia Gravis **CURED Nfp** Cystic Fibrosis Research Institute DCAN Fabry Support & Information Group Foundation for Sarcoidosis Research (FSR) Gaucher Community Alliance GBS CIDP Foundation International **Global Healthy Living Foundation Global Liver Institute** ICAN, International Cancer Advocacy Network Immune Deficiency Foundation International Foundation for Autoimmune & Autoinflammatory Arthritis (AiArthritis) **International Pain Foundation** International Pemphigus Pemphigoid foundation Jeffrey Modell Foundation Lupus and Allied Diseases Association, Inc. MANA, A National Latina Organization Men's Health Network Mississippi Arthritis and Rheumatism Society

MLD Foundation Myasthenia Gravis Foundation of America National Alopecia Areata Foundation Neuropathy Action Foundation Nevada Chronic Care Collaborative Patient Advocacy Strategies Patients Rising Now Prevent Blindness Project Sleep Pulmonary Hypertension Association Relapsing Polychondritis Foundation RetireSafe Rheumatology Nurses Society Scleroderma Foundation Sjogren's Foundation Solve ME/CFS Initiative SYNGAP1 Foundation Texas Rheumatology Care The National Adrenal Diseases Foundation (NADF) The Sumaira Foundation **US Hereditary Angiodema Association** Vasculitis Foundation Wisconsin Rheumatology Association