



BAYBIO 2010

Life Science Innovation: Drivers and Barriers

BayBio Annual Conference 2010:
The Impact of the New Health Care
Reform Law on Life Science Companies

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Who won?



Impact of HCR



- I. Follow-on-biologics
- II. Employer-based Coverage Requirements
- III. Therapeutic Discovery Tax Credit

FOB's

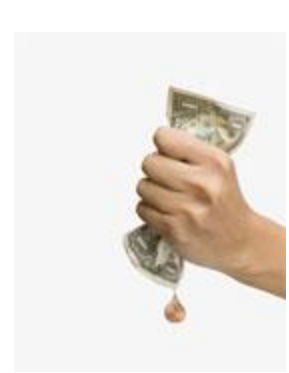
- 12 years of data protection (BayBio supported)



- Key dates:
 - **Oct. 1, 2010-** HHS Sec. presents recomm. to Congress on goals and process for first 5 fiscal years after FY '12
 - **Jan. 15, 2012-** Revised recomm. on user fee program
 - **Oct. 1, 2012-** Biosimilar user fee program is effective



Employer-Based Coverage Requirements



- Companies < 50 workers no penalties
- Tax credits of up to 35% of the cost of premiums will be available this year
- Tax credits to help buy insurance if < 25 employees and average wage of up to \$50,000. (January 1, 2011)
- Firms > 50 employees that do not offer coverage will have to pay a fee of up to \$2,000 per full-time employee if any of their workers get government-subsidized insurance coverage in the exchanges.

Therapeutic Discovery Project Tax Credit

What?

Therapeutic Discovery Project Tax Credit -credit to encourage investments in new therapies to prevent, diagnose, and treat acute and chronic diseases. (BayBio supported)



Total of \$1B is allotted for the program over the 2-year period (2009-2010).

Who?

- Limited to “small company” = < 250 employees w/ investments in 2009 and 2010
- Profitable Companies- credit up to 50% of investments in “qualified therapeutic discovery projects”
- Companies operating at a loss will receive a grant in lieu of a credit

When?

- 60 days from date of enactment before Treasury has applications posted

May 22nd!!!!!!!



BIO Webinar- April 16, 2010

<http://therapeutic-tax-credit-webinar.strategy-nets.net/wiki>

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