

Public funding of drug development: contributions of the US NIH

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Center for Integration of Science and Industry
Bentley University

Presentation to the Global Health Center Webinar Series
April 25, 2019



Center for Integration of Science and Industry at Bentley University

Our mission is to accelerate translation of scientific discoveries into public value through interdisciplinary dialogue

- Team-based research spanning business, pharmaceuticals, data science, case studies
- Funded by National Biomedical Research Foundation

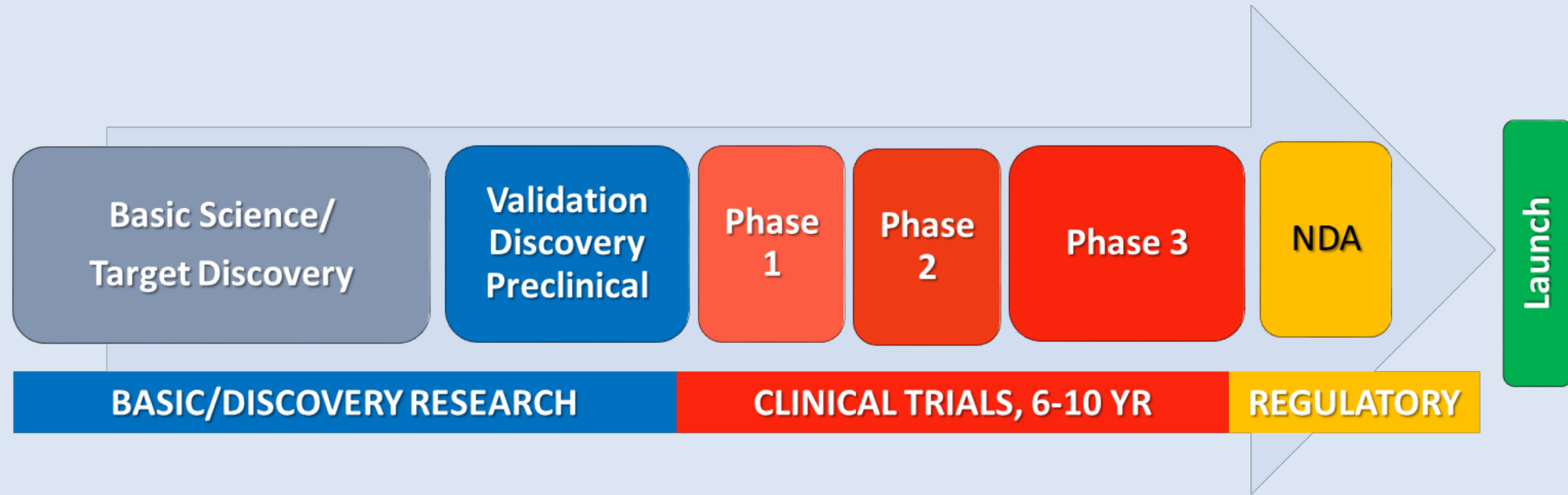


Taking a systems approach to translational science from basic science to successful products and businesses

Ongoing projects include:

- Public sector (NIH) contributions to new medicines
- Decision models for translational science (TIME model, machine learning)
- Policies for accelerating translational science
- Business strategies for value creation in biotechnology
- R&D spending and profitability in biopharma and S&P 500 companies

What is the public sector (NIH) contribution to new medicines?

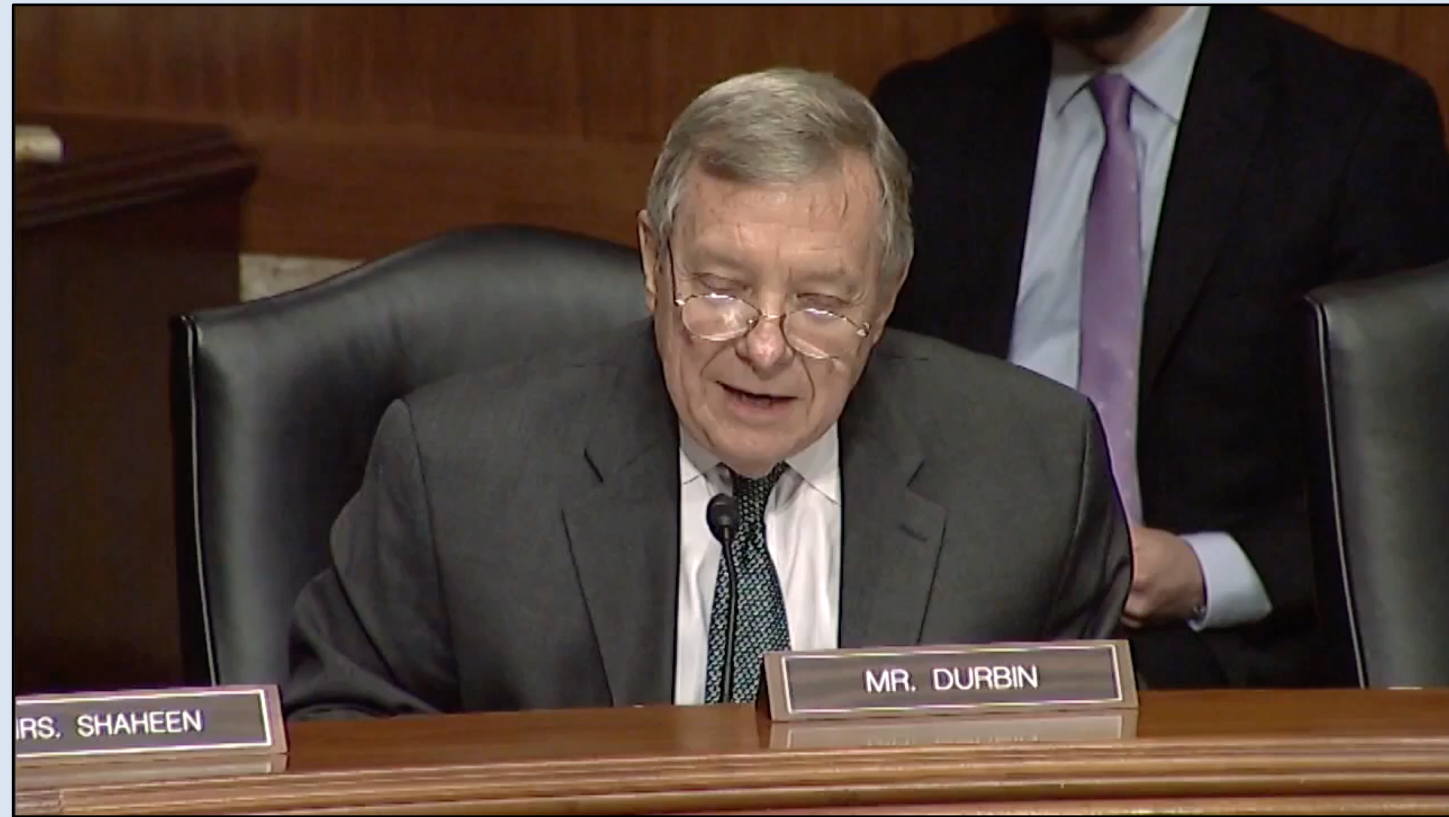


What contribution does the NIH make to new medicines?

Senate Appropriations Subcommittee
on Labor, Health and Human Services,
Education, and Related Agencies.

June 22, 2017

Senator Richard Durbin, (D-IL),
question to Dr. Francis Collins, Director,
National Institutes of Health



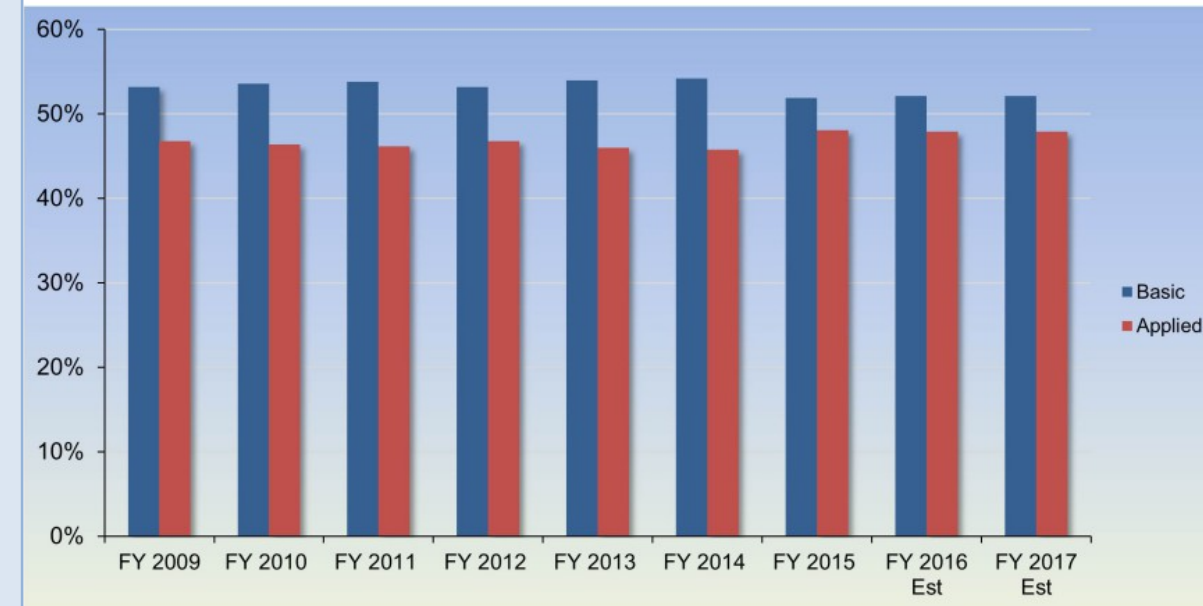
www.c-span.org/video/?430343-1/nih-officials-testify-fy-2018-budget-request

The government funds both basic and applied research

“**Basic research** is defined as systematic study directed toward fuller knowledge or understanding of the fundamental aspects of phenomena and of observable facts without specific applications towards processes or products in mind. Basic research, however, may include activities with broad applications in mind.”

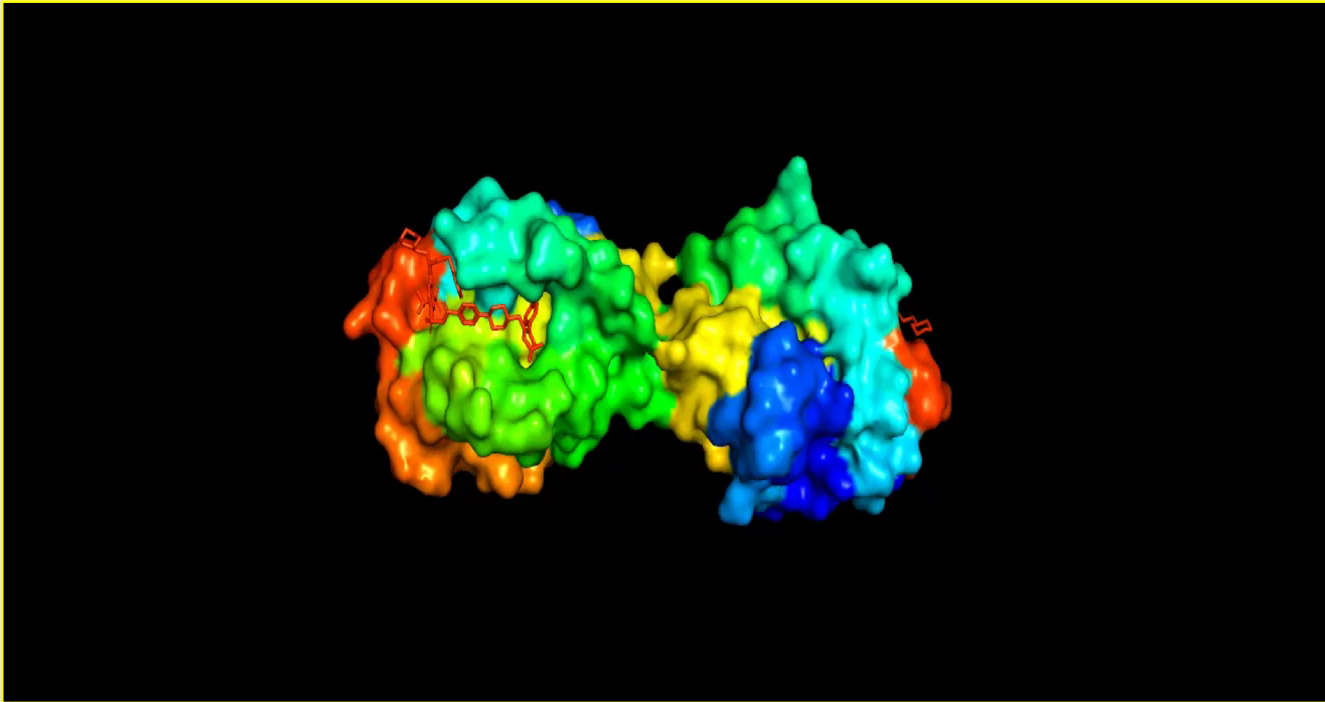
Michael Lauer, NIH Deputy Director for Extramural Research

NIH Funding Trends: Basic and Applied Research

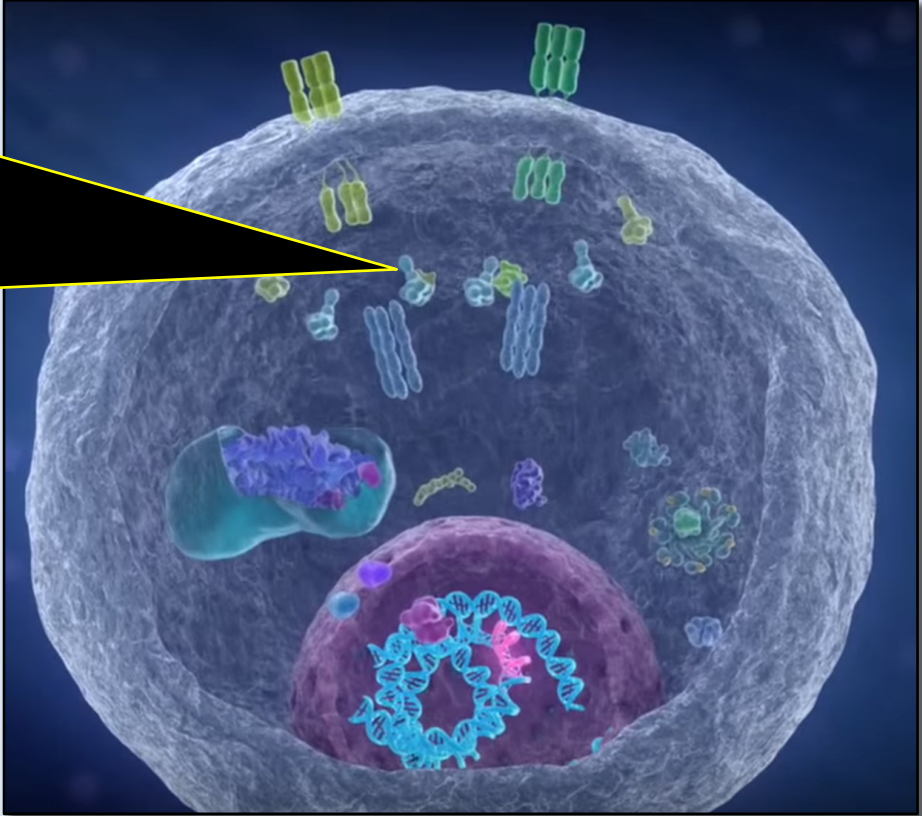


nexus.od.nih.gov/all/2016/03/25/nihs-commitment-to-basic-science/

The mechanism of drug action involves binding to target proteins involved in disease process

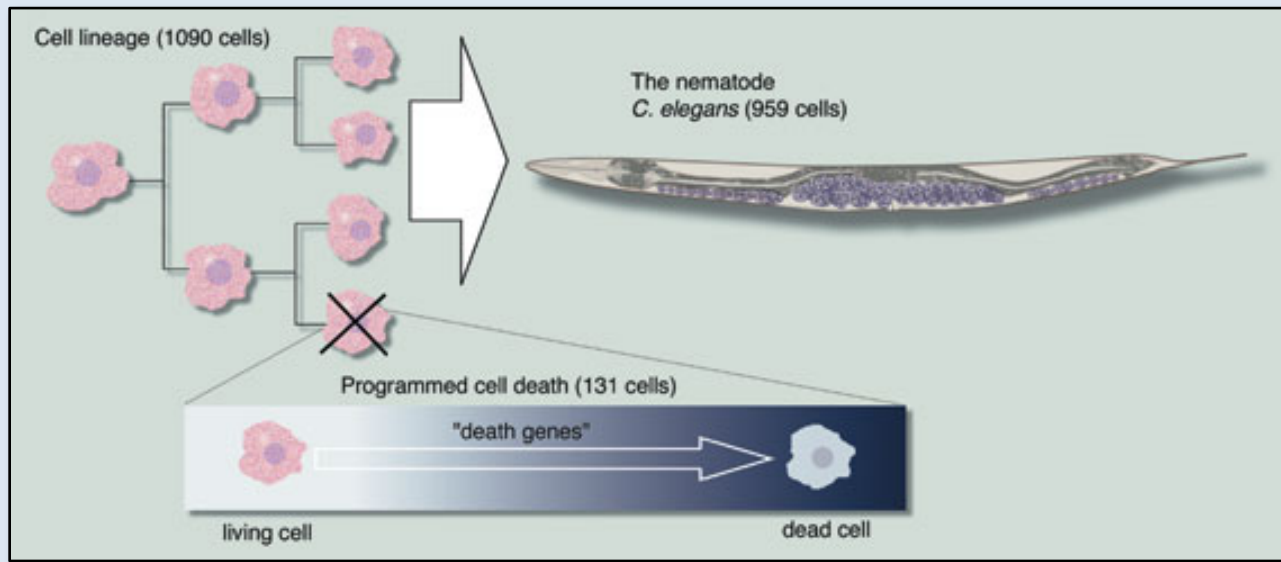


www.ncbi.nlm.nih.gov/Structure/pdb/4LVT



The biological targets for new medicines are discovered through basic science: *an example*

Discovery of apoptosis in *C. elegans* (worms)



www.nobelprize.org

An example:

- Programmed death (apoptosis) of cancer cells involves Bcl-2 protein
- Apoptosis discovered studying development of *C. elegans*
- Venetoclax/Venclexta™ (AbbVie) approved for leukemia (CLL), 2016
- Research on Bcl-2: >50,000 papers
- Research on Venetoclax: 286 papers

Defining “Drug” and “Target” searches for new drugs approved 2010-2016

Structure of the human smoothed receptor bound to an antitumour agent.

[Wang C¹](#), [Wu H](#), [Katritch V](#), [Han GW](#), [Huang XP](#), [Liu W](#), [Siu FY](#), [Roth BL](#), [Cherezov V](#), [Stevens RC](#).

Author information

Abstract

The smoothed (SMO) receptor, a key signal transducer in the hedgehog signalling pathway, is responsible for the maintenance of normal embryonic development and is implicated in carcinogenesis. It is classified as a class frizzled (class F) G-protein-coupled receptor (GPCR), although the canonical hedgehog signalling pathway involves the GLI transcription factors and the sequence similarity with class A GPCRs is less than 10%. Here we report the crystal structure of the transmembrane domain of the human SMO receptor bound to the small-molecule antagonist LY2940680 at 2.5 Å resolution. Although the SMO receptor shares the seven-transmembrane helical fold, most of the conserved motifs for class A GPCRs are absent, and the structure reveals an unusually complex arrangement of long extracellular loops stabilized by four disulphide bonds. The ligand binds at the extracellular end of the seven-transmembrane-helix bundle and forms extensive contacts with the loops.

Target protein search

“TARGET only” search

Drug and Target
protein search

“DRUG” search

Smoothed (SMO) receptor mutations dictate resistance to vismodegib in basal cell carcinoma.

[Prisci S¹](#), [Cortelazzi B²](#), [Dal Col V³](#), [Marson D³](#), [Laurini E³](#), [Fermeglia M³](#), [Licitra L⁴](#), [Pilotti S²](#), [Bossi P⁴](#), [Perrone F⁵](#).

Author information

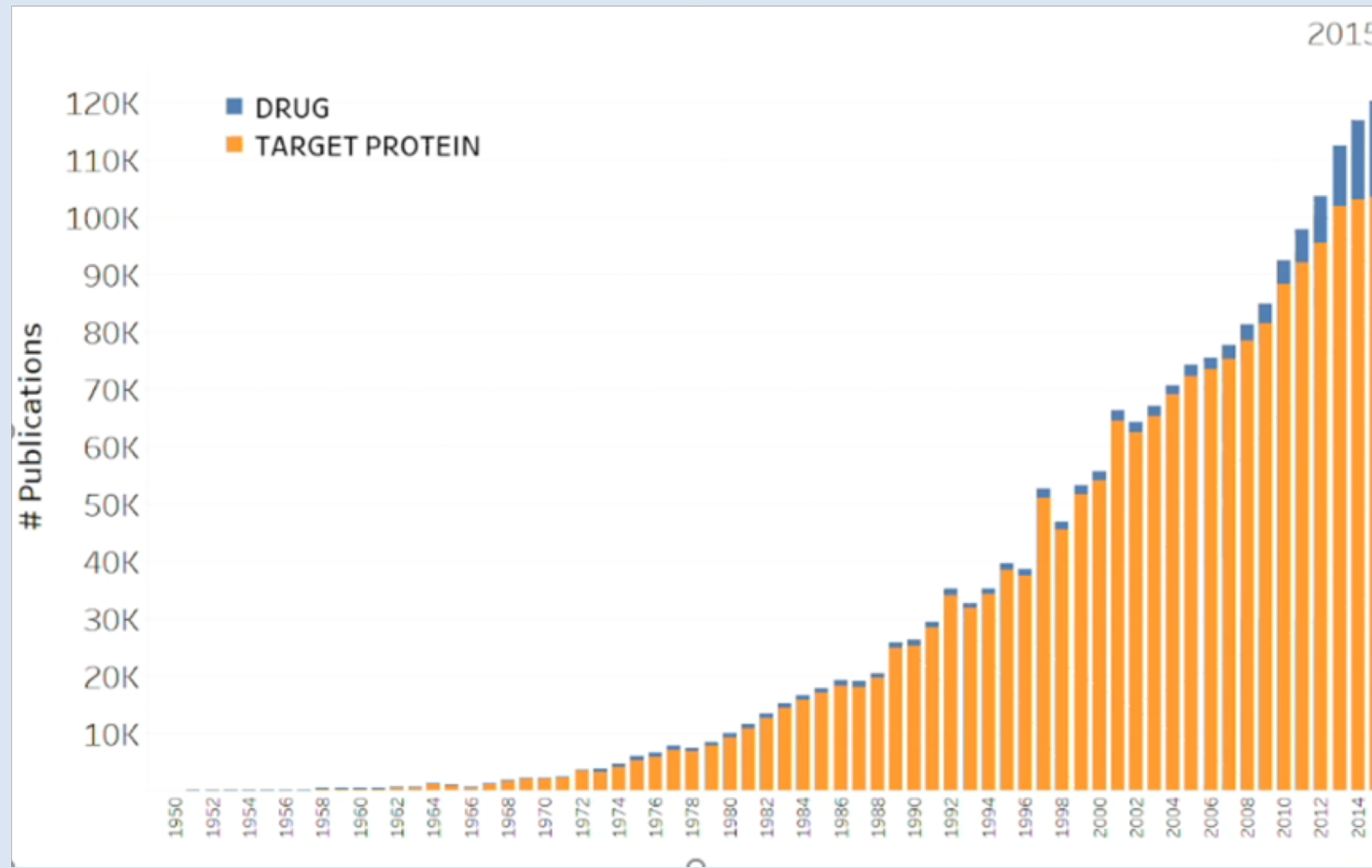
Abstract

Basal cell carcinomas (BCCs) and a subset of medulloblastomas are characterized by loss-of-function mutations in the tumor suppressor gene, PTCH1. PTCH1 normally functions by repressing the activity of the Smoothed (SMO) receptor. Inactivating PTCH1 mutations result in constitutive Hedgehog pathway activity through uncontrolled SMO signaling. Targeting this pathway with vismodegib, a novel SMO inhibitor, results in impressive tumor regression in patients harboring genetic defects in this pathway. However, a secondary mutation in SMO has been reported in medulloblastoma patients following relapse on vismodegib to date. This mutation preserves pathway activity, but appears to confer resistance by interfering with drug binding. Here we report for the first time on the molecular mechanisms of resistance to vismodegib in two BCC cases. The first case, showing progression after 2 months of continuous vismodegib (primary resistance), exhibited the new SMO G497W mutation. The second case, showing a complete clinical response after 5 months of treatment and a subsequent progression after 11 months on vismodegib (secondary resistance), exhibited a PTCH1 nonsense mutation in both the pre- and the post-treatment specimens, and the SMO D473Y mutation in the post-treatment specimens only. In silico analysis demonstrated that SMO(G497W) undergoes a conformational rearrangement resulting in a partial obstruction of the protein drug entry site, whereas the SMO D473Y mutation induces a direct effect on the binding site geometry leading to a total disruption of a stabilizing hydrogen bond network. Thus, the G497W and D473Y SMO mutations may represent two different mechanisms leading to primary and secondary resistance to vismodegib, respectively.



Center for Integration
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There are >2 million research publications related to drugs approved 2010-2016 or their target proteins




*~ 95% identified
in target search,
but not drug search*

*600,000 publications
cited NIH funding*

RePORTER associates PubMed publications with HHS funded Projects and Project Costs

RePORTER database includes:

- Human Health Service (HHS) funded projects, 1980-present
- PubMed IDs (PMID) for publications with HHS support
- Project costs (FY), 2000-present



U.S. Department of Health & Human Services

NIH Research Portfolio Online Reporting Tools (RePORT)

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QUICK LINKS | RESEARCH | ORGANIZATIONS | WORKFORCE | FUNDING | REPORTS | LINKS & DATA

NIH Budget History

NIH budget mechanism detail FY 2000 - 2009

NIH budget

Total NIH budget

Total NIH budget

Research Grants

Small Business Research (SBR / STTR)

Success Rates and Funding Rates

The NIH-Funded Research Workforce

NIH Data Book

NDB provides basic summary statistics on extramural grants and contract awards, grant applications, the organizations that NIH supports, the trainees and fellows supported through NIH programs, and the national biomedical workforce.

RePORTER

AWARDS BY LOCATION

NIH DATA BOOK

FUNDING FACTS

CATEGORICAL SPENDING

REPORT CATALOG

SPECIAL REPORTS

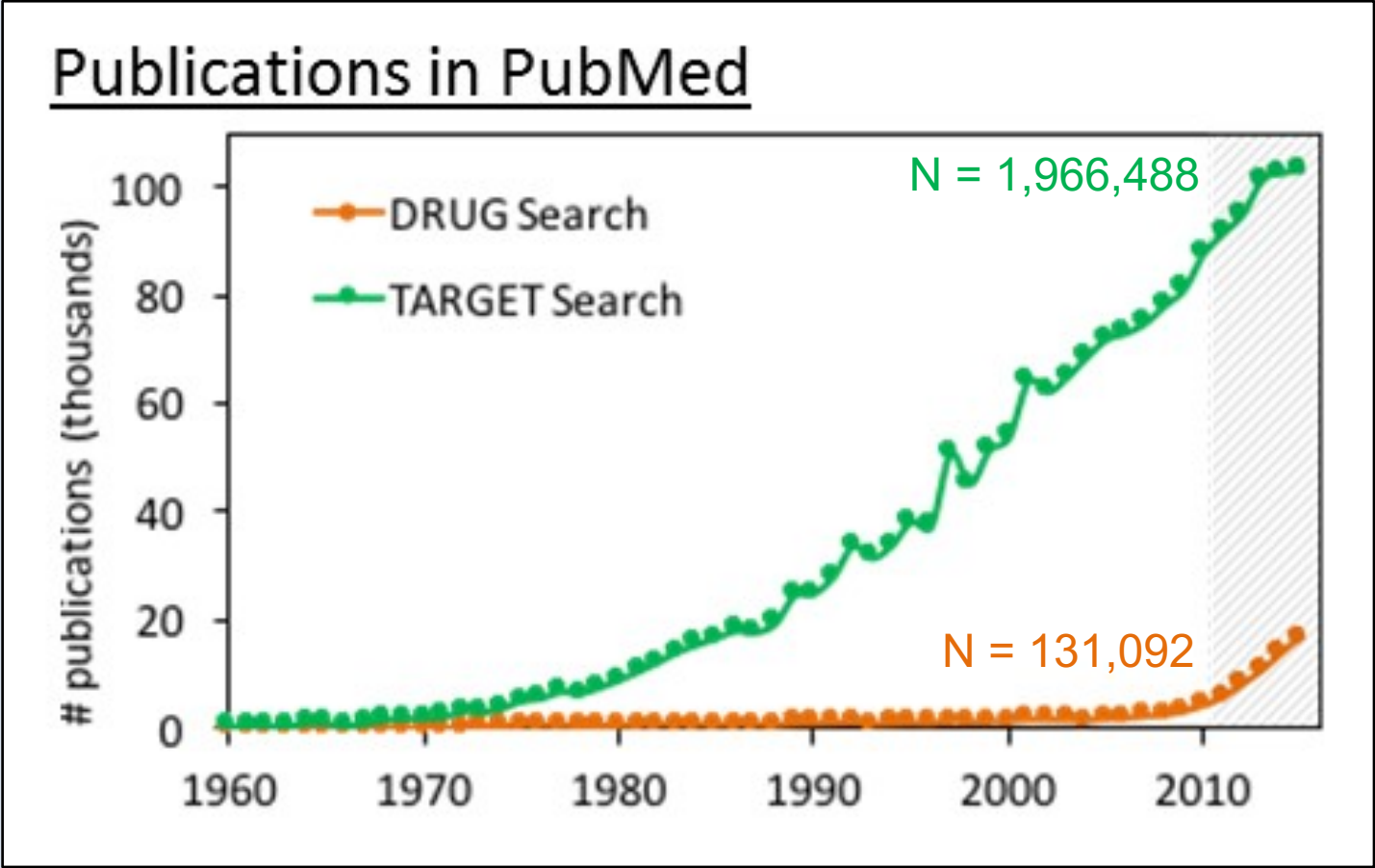
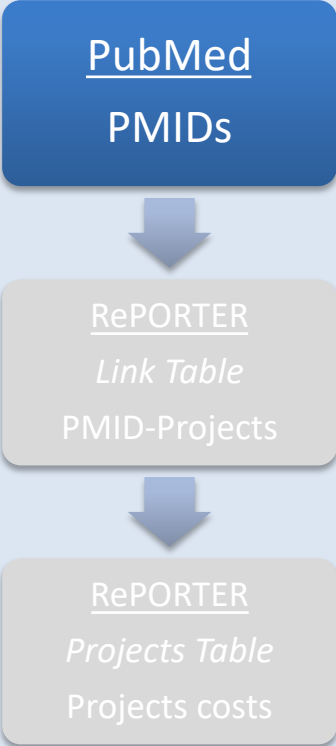
ABOUT REPORT

CLICK TO VIEW

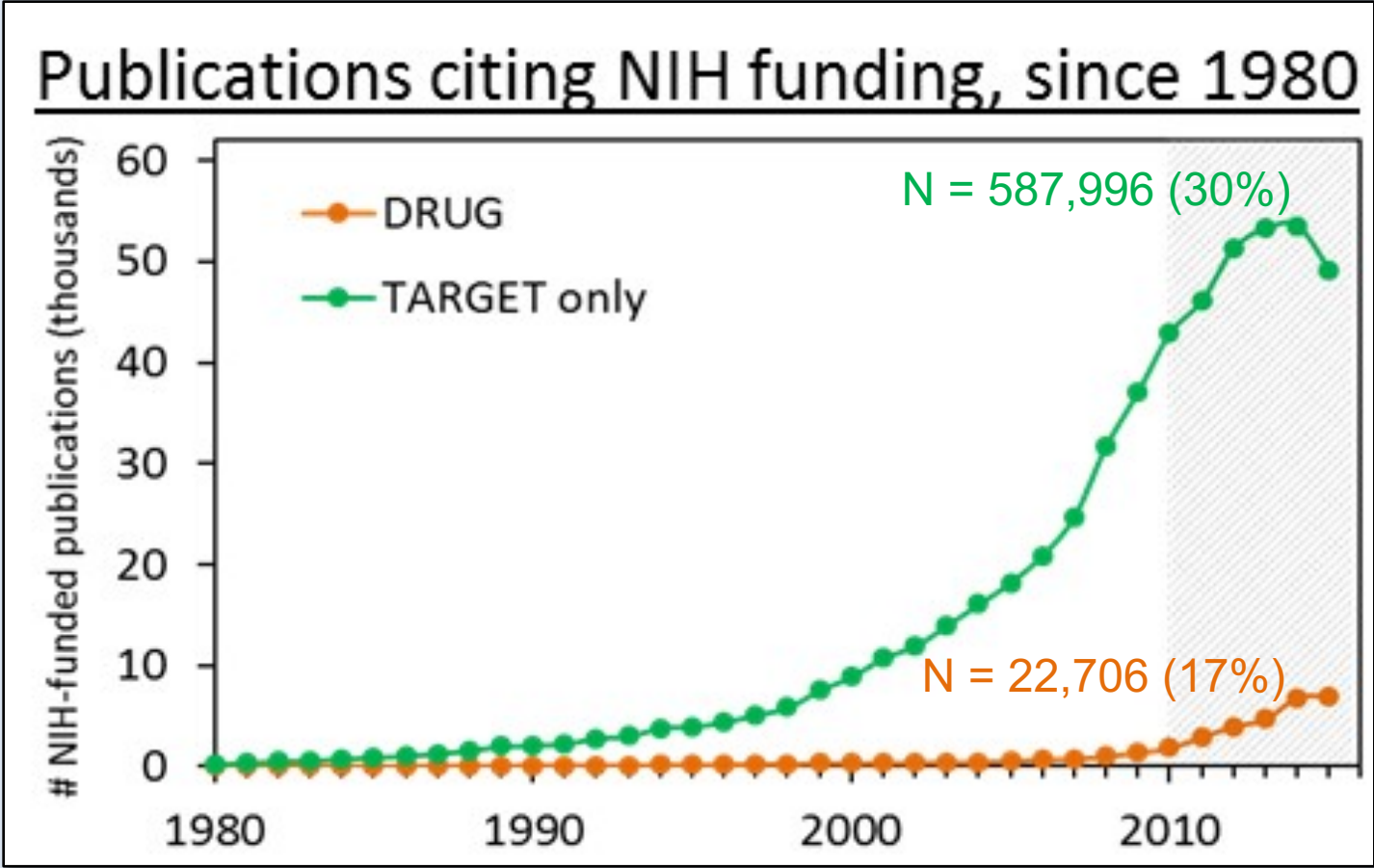
Research Portfolio Online Reporting Tools (RePORT)

In addition to carrying out its scientific mission, the NIH exemplifies and promotes the highest level of public accountability. To that end, the Research Portfolio Online Reporting Tools provides access to reports, data, and analyses of NIH research activities, including information on NIH expenditures and the results of NIH supported research.

PubMed search for 210 drugs and 150 drug targets

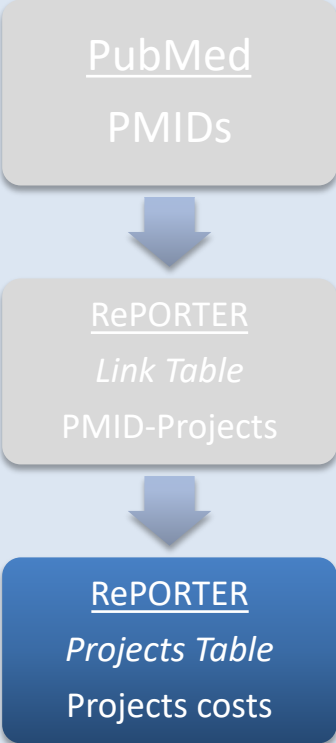


Linking PMIDs to Project numbers in RePORTER Link Table

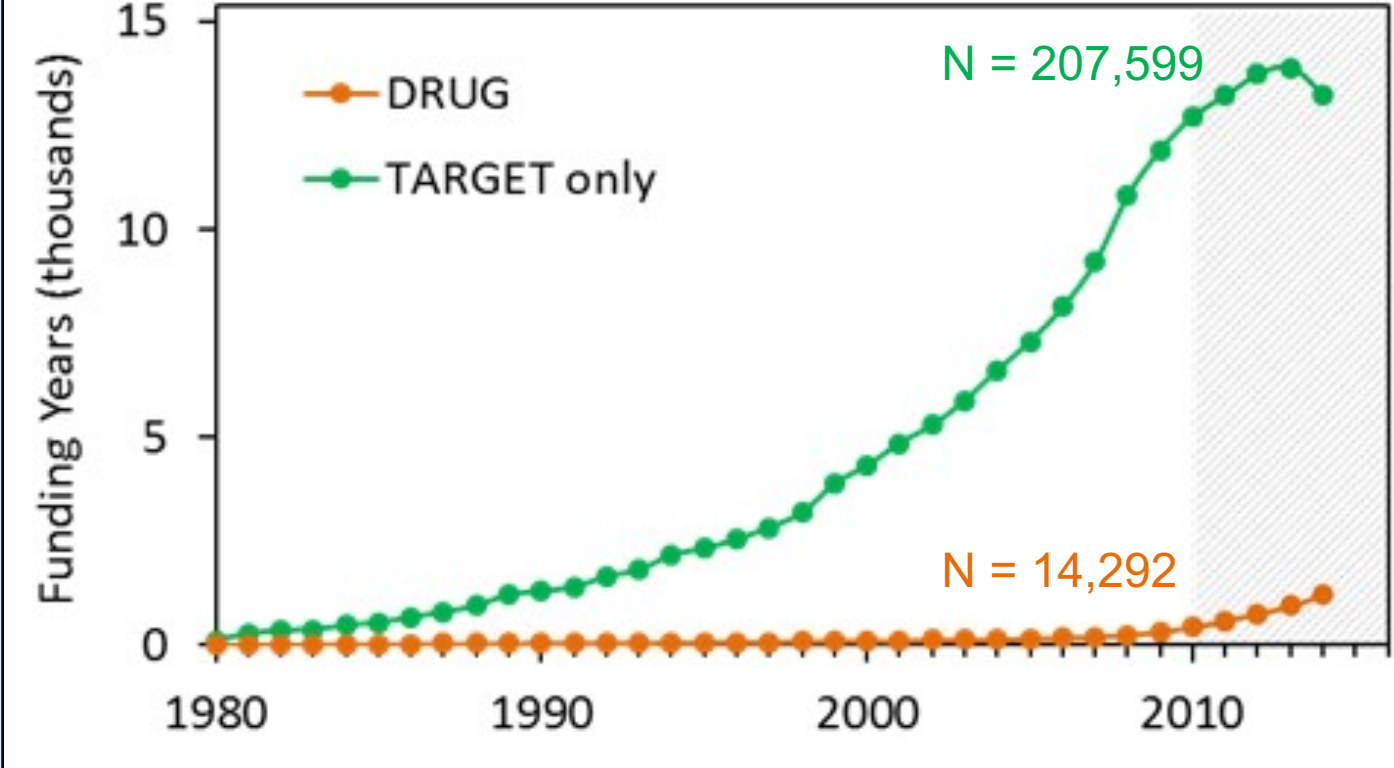


Funding associated with all 150 targets and 198/210 drugs

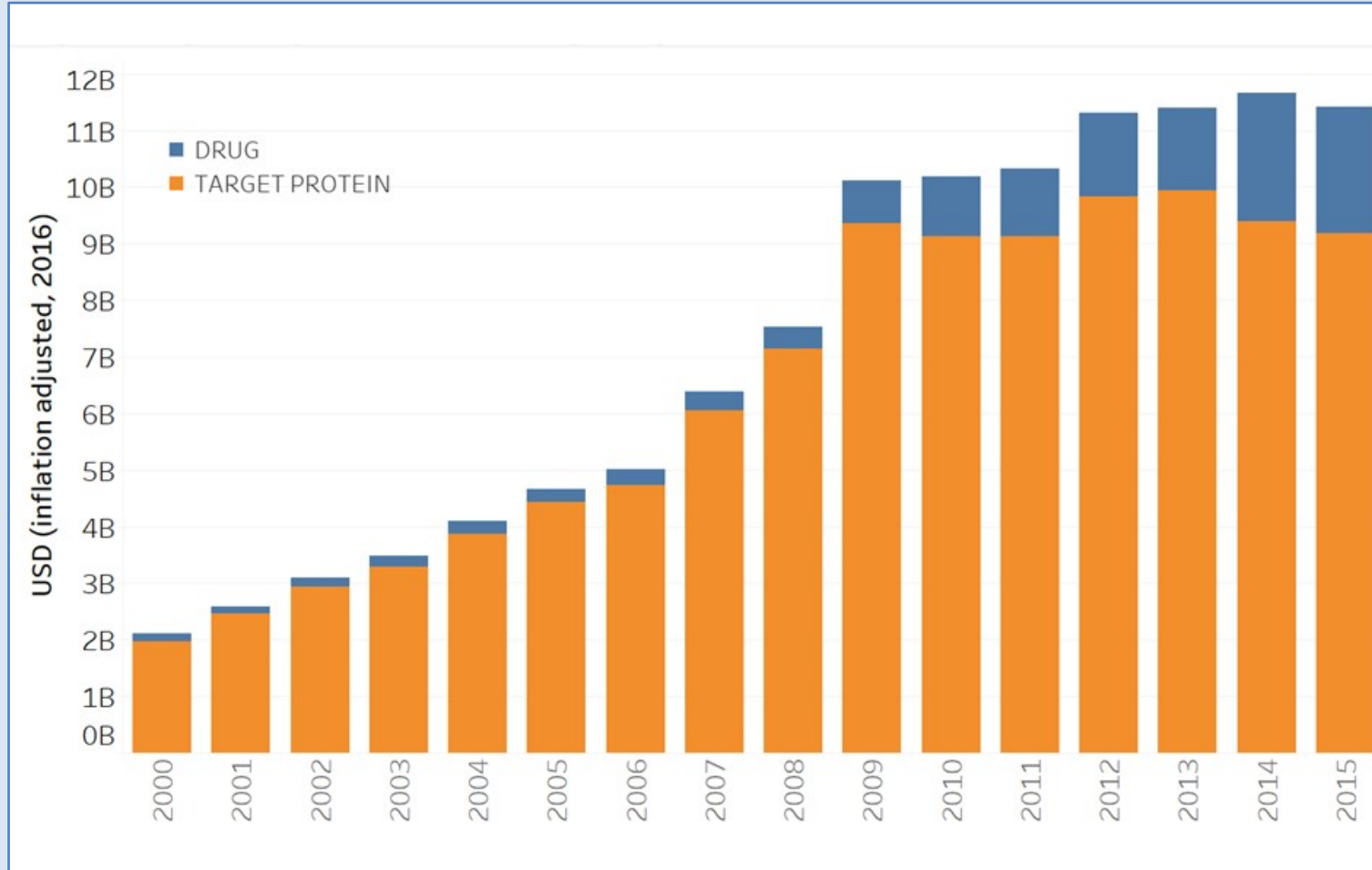
Linking PMID to fiscal of funding (Funding year)



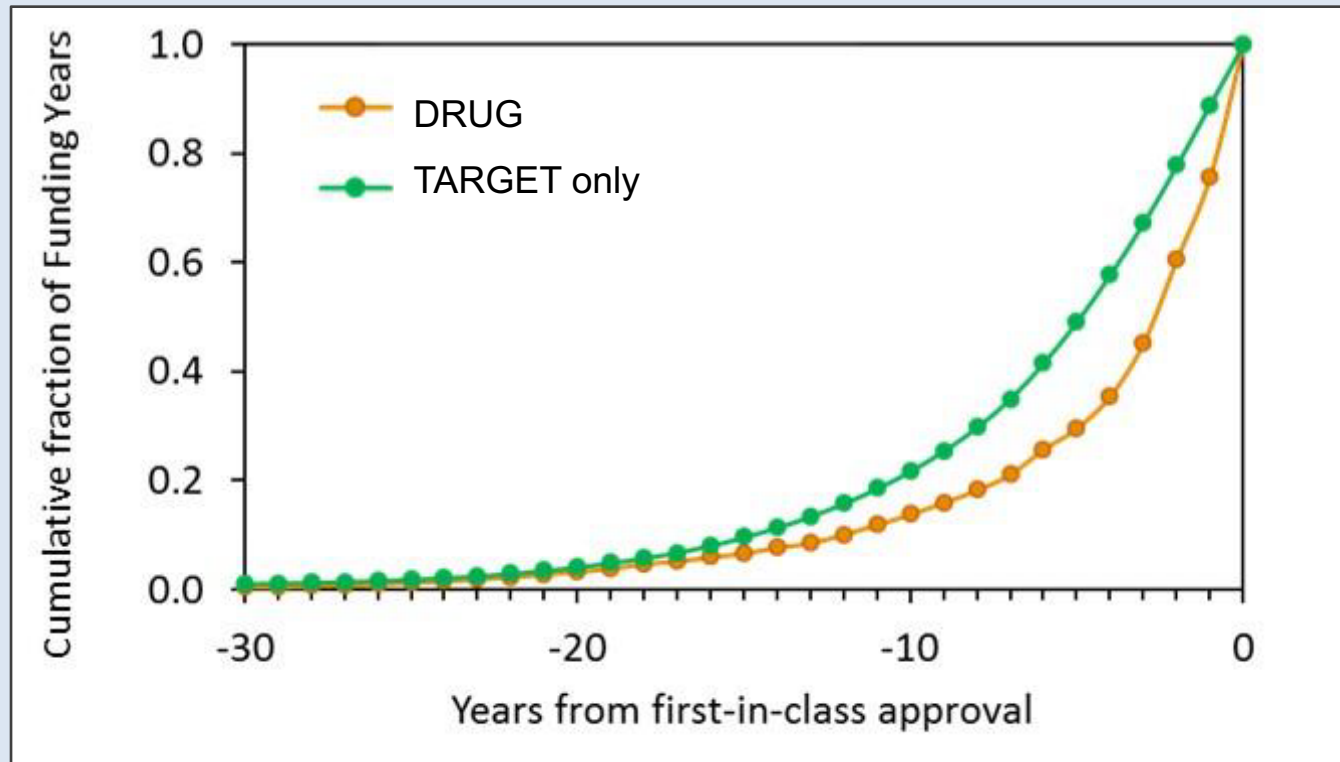
Funding Years, since 1985



This research was supported by >\$100 billion in NIH funding from FY 2000-2016

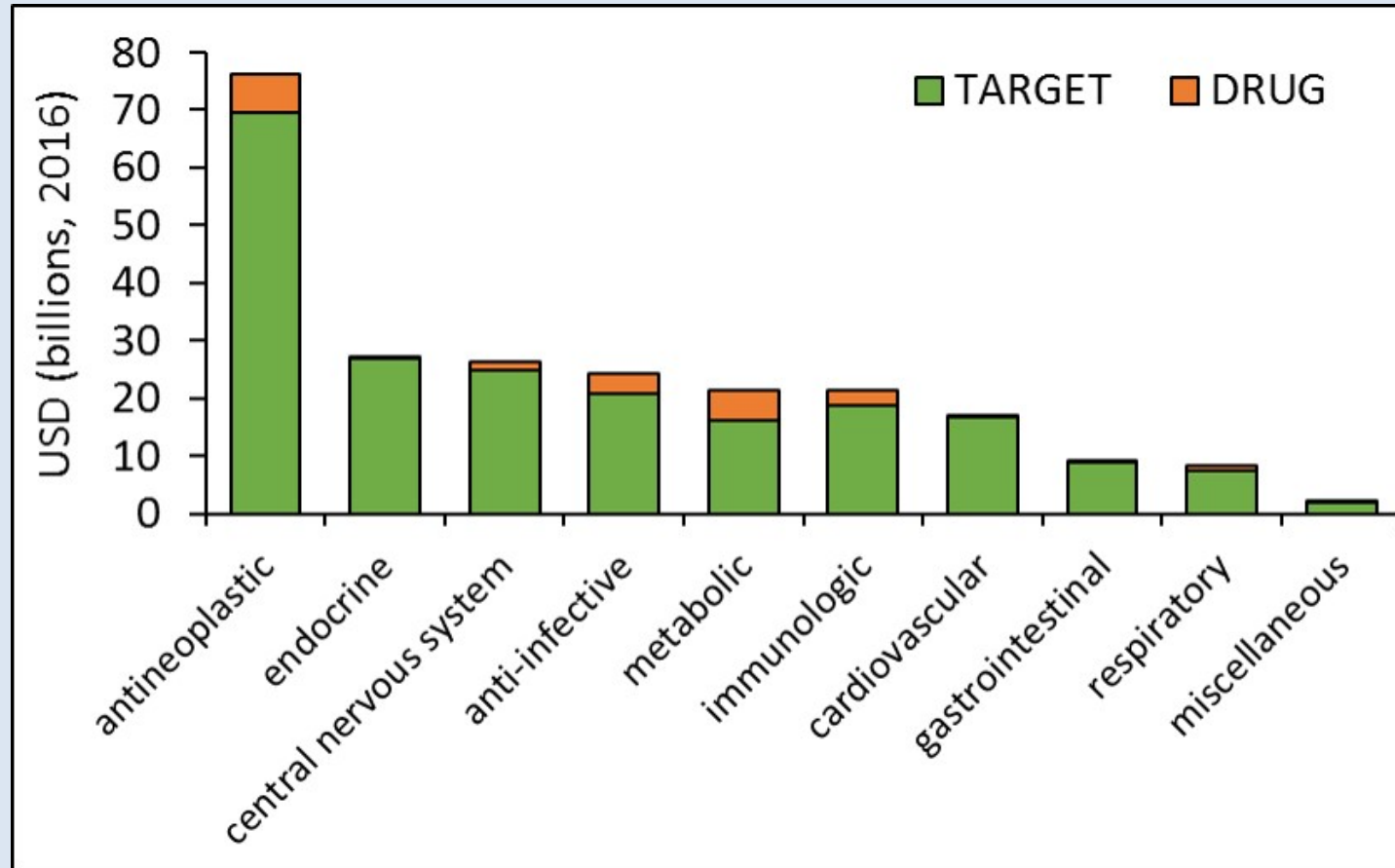


Isolated research done on first-in-class drug approvals

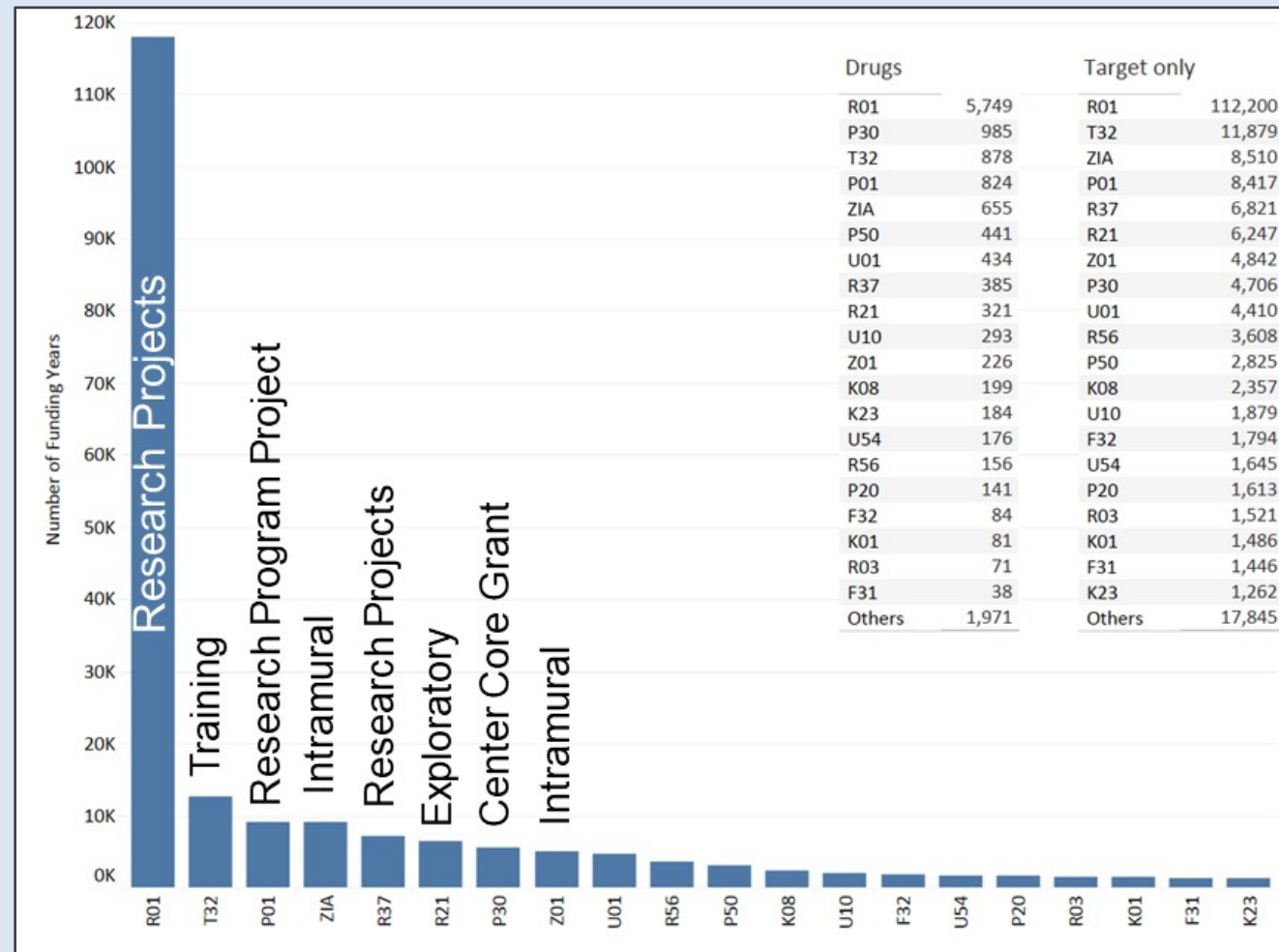


The cost of basic research leading to approval of novel “first-in-class” drugs was >\$800 million

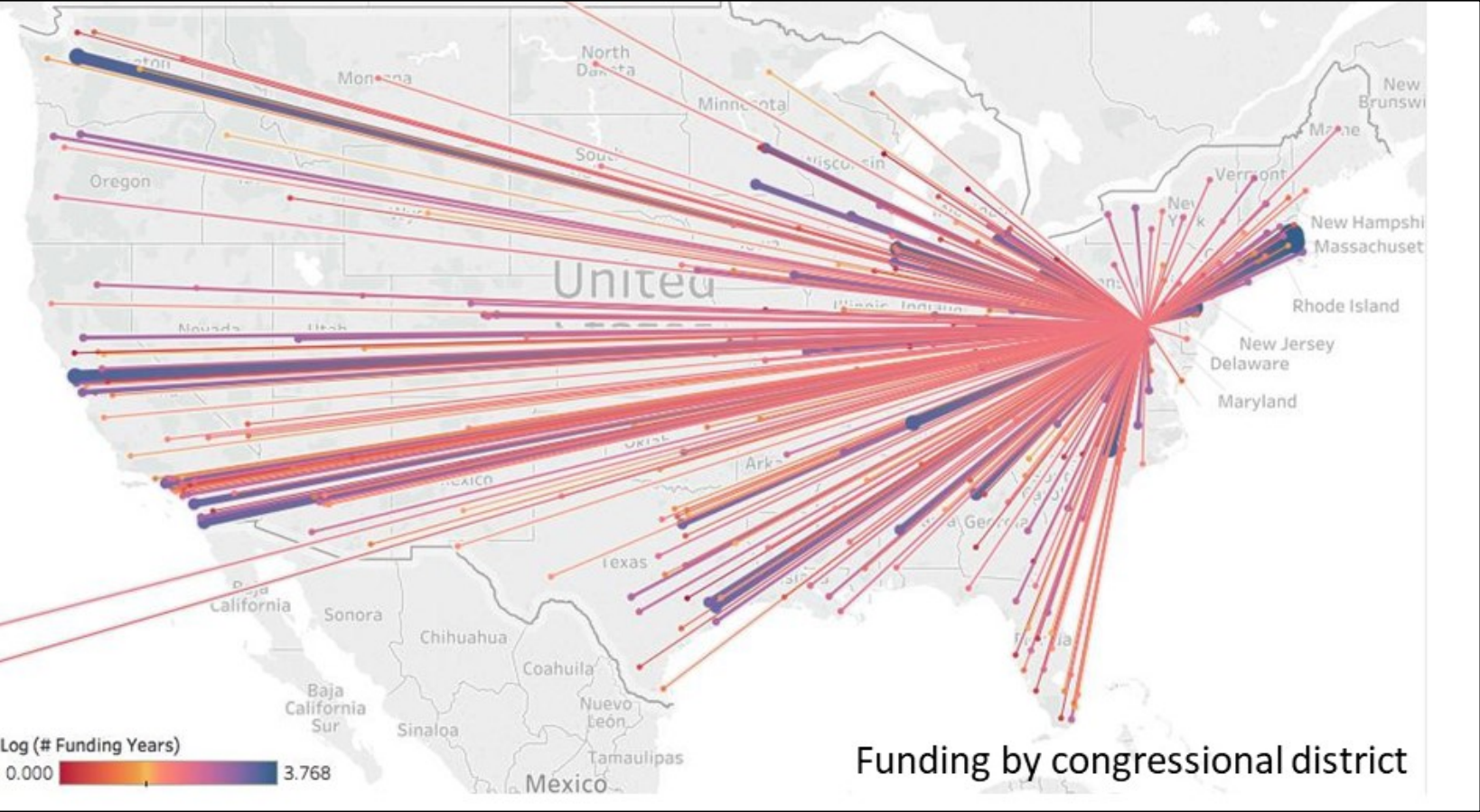
Predominantly more effort and spending on cancer drugs



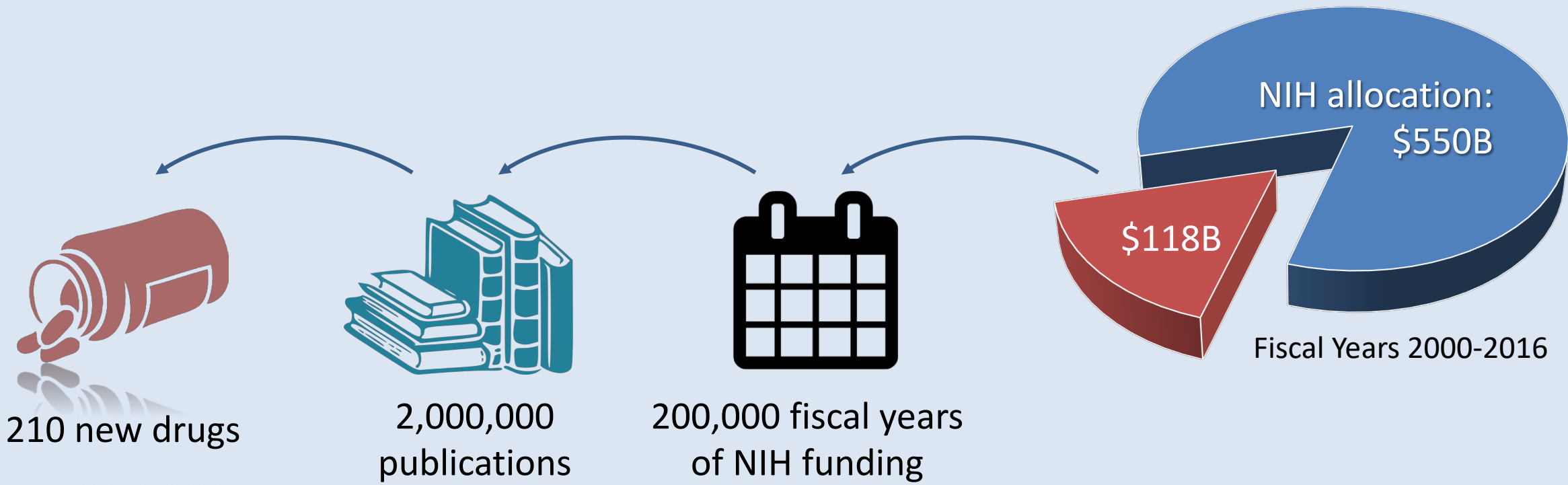
Majority of all Projects and costs were for investigator-initiated research (R01s)



NIH funded research leading to approved drugs occurred in every state



NIH funding contributed to basic research leading to every new drug approved 2010-2016



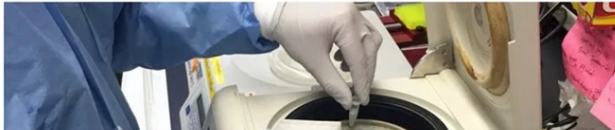
...demonstrates essential role of NIH funding for basic research in the pipeline of new medicines

“Basic research: Building a firm Foundation for Biomedicine”

NIH Director's Blog

Basic Research: Building a Firm Foundation for Biomedicine

Posted on February 27th, 2018 by Dr. Francis Collins



How many new drugs rely on government-funded science? All of them

Data from 2 million scientific papers was used to show critical role of public funds in developing new drugs

Kelly Crowe · CBC News · Posted: Feb 23, 2018 4:00 AM ET | Last Updated: February 23



IN THE LAB

NIH funding contributed to 210 approved drugs in recent years, study says

By MEGAN THIELKING @meggophone / FEBRUARY 12, 2018



Volume 96 Issue 8 | p. 17 | Concentrates
Issue Date: February 19, 2018



NIH research contributed to all new FDA-approved drugs from 2010 to 2016, report says

By Andrea Widener

NIH-funded research was associated with all 210 new drugs approved by the FDA between 2010 and 2016, a new study says. The study was published in a paper by researchers at the National Institutes of Health's publication.

POLITICS ECONOMY ENVIRONMENT



HEALTH CARE / OPINION

NIH funding provides the core foundation for new drugs

Proposed Trump cuts would slow progress in developing new cures

HEALTH CARE

Your Tax Dollars Fund Research on Hundreds of New Meds

Feb. 15, 2018, at 12:00 p.m.



News) -- The U.S. National Institutes of Health (NIH) has spent more than \$100 billion on research that has led to the development of hundreds of new drugs, a new study shows. The study found that NIH funding was the primary source of funding for the development of biological mechanisms or



Congresswoman Katherine Clark
Bentley University, April 23, 2018

Are taxpayers paying twice for medicines?

THE NATIONAL LAW REVIEW

Five Takeaways from the Senate Finance Committee's Hearing on Drug Pricing

The National Law Review, 04 Mar 2019

, the Senate Finance Committee heard testimony from top executives representing high-profile drug manufacturers.

THE HUFFINGTON POST

Bernie Sanders And Ro Khanna Have A New Plan To Tackle Prescription Drug Rip-Offs

Huffington Post, 19 Nov 2018

The problem with prescription drugs is simple: The U.S. government bestows long-term monopolies on pharmaceutical companies...

The New York Times

'Paying Twice': A Push for Affordable Prices for Taxpayer-Funded Drugs

By Robert Pear

May 28, 2018



WASHINGTON — On Aug. 30, the Food and Drug Administration approved a radical new cancer treatment that harnesses a patient's immune system to attack tumor cells. The drug, known as Kymriah, grew out of research conducted and supported by the National Institutes of Health.

The New York Times

Opinion | How High Drug Prices Inflate C.E.O.s' Pay

New York Times, 26 Feb 2019

Opinion | How High Drug Prices Inflate C.E.O.s' Pay Pharmaceutical companies say their profits fund research and innovation in...

Is the public acting as an early investor in the production of drugs, but receiving no ROI?

House Oversight and Reform
Committee hearing examining the
actions of drug companies in raising
prescription drug prices.

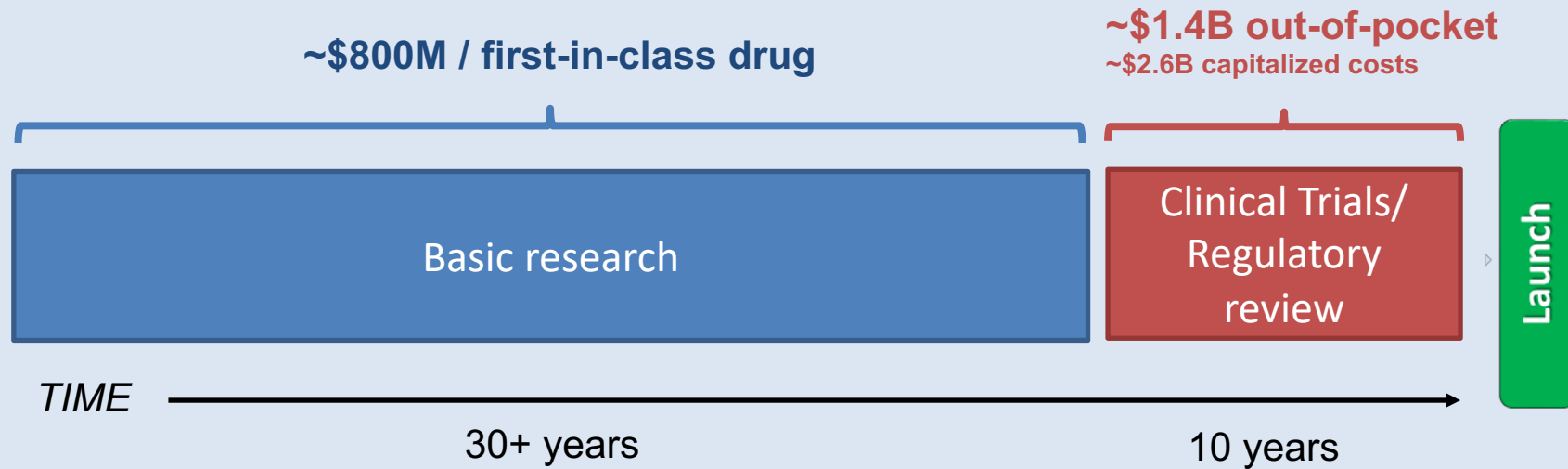
January 29, 2019

Congresswoman Alexandria Ocasio-
Cortez questions Dr. Aaron Kesselheim
of Harvard University



<https://www.youtube.com/watch?v=HIQk5B0il-A&t=113s>

Costs incurred during the clinical development timeline exceed \$3.5B/drug



Acknowledgements

Bentley University:

Fred D. Ledley, M.D.
Jennifer Beierlein, Ph.D.
Laura M. McNamee, Ph.D.
Navleen Khanuja, M.S.

Michael Walsh, Ph.D.
Christopher Bresten, Ph.D.
David Oury, Ph.D.
Daniel Solar



Michael A. Boss, Ph.D., M.B.A.
Nancy Hsiung, Ph.D.

Washington University:

Michael Kinch, Ph.D.
Rebekah Griesenauer, Ph.D.
Ryan Moore

Contribution of NIH funding to new drug approvals 2010–2016

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Edited by Solomon H. Snyder, Johns Hopkins University School of Medicine, Baltimore, MD, and approved December 27, 2017 (received for review September 1, 2017)



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