



# Blockchain and Drug Supply Assurance in the Coronavirus Era

Ben Taylor, CEO

## LedgerDomain

- Built KitChain for the Clinical Supply Blockchain Working Group
- Member of the Linux Foundation,
   Hyperledger Project, and GS1 US Healthcare



#### FDA Naloxone Challenge

www.fda.gov/NewsEvents/PublicHealthFocus/ucm533711.htm



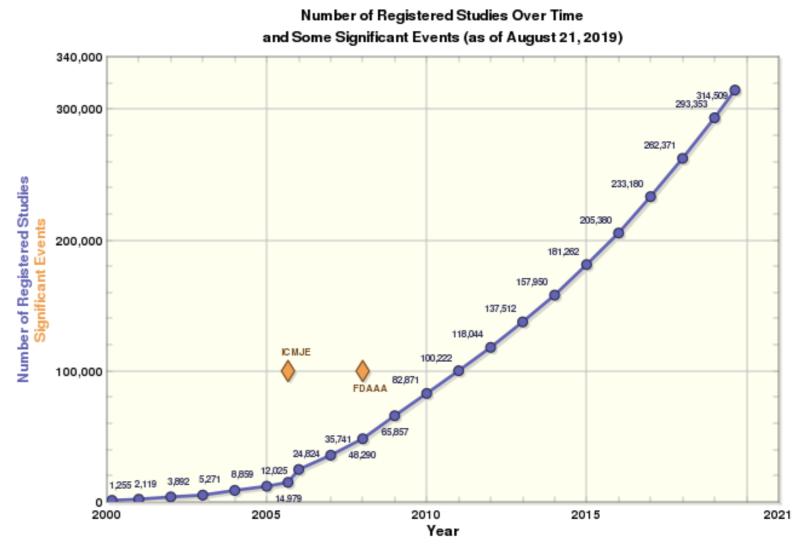


LedgerDomain



#### Clinical Supply: KitChain Pilot

- Active clinical studies have doubled over last 10 years, and clinical pharmacies are bursting at the seams
- In 2018, as part of a landmark pilot program, our working group with broad industry participation scoped, developed, and tested a GS1-compliant collaborative blockchain solution aimed at delivering a win for patients awaiting new medicines



Source: https://ClinicalTrials.gov



















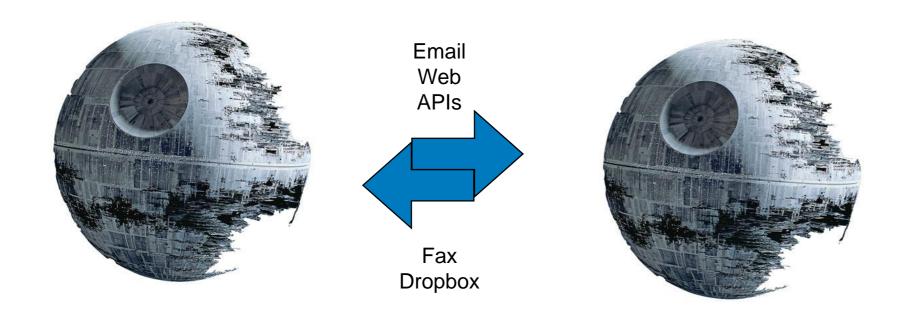
## **BRUINchain**

- With personalized medicine and the increase in cold chain specifications, digital solutions are now more important than ever.
- The need for supply chain assurance has always been present, but accelerated with the rise of COVID-19.
- ◆ LedgerDomain and UCLA Health partnered on a joint case study in response to a call for pilots from the US FDA, launched to help develop the interoperable system that will track the vast majority drugs through the United States by 2023
- Features an iOS client running on DocuSeal framework & Selvedge app server, all on top of Hyperledger Fabric, interoperating with Oraculous Notification Service

## Challenge for the 2020s

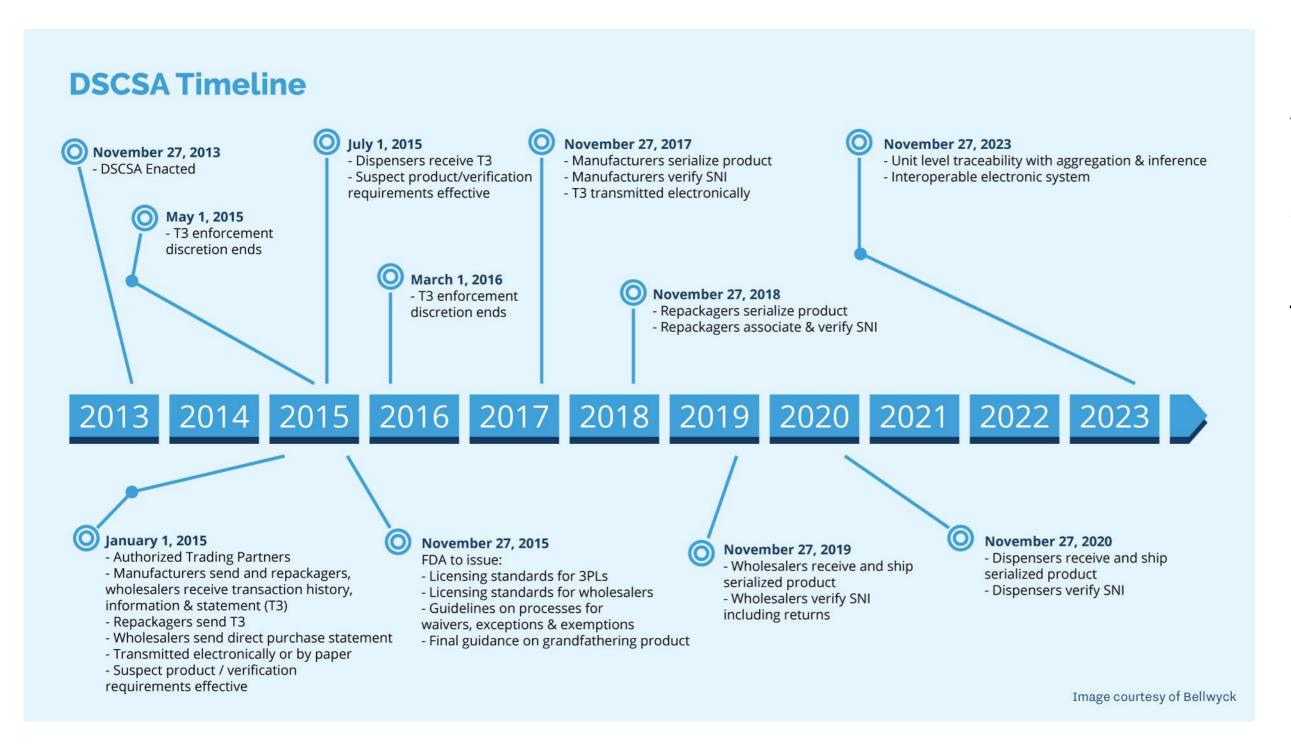
Today's pharmaceutical supply chain is a patchwork of traditional databases and patients deserve better!

- With no shared global database, human error is harder to catch
- Criminals are able to use spoofing and man-in-the-middle attacks to introduce counterfeits
- More critical with rise of gene therapies and personalized medicine





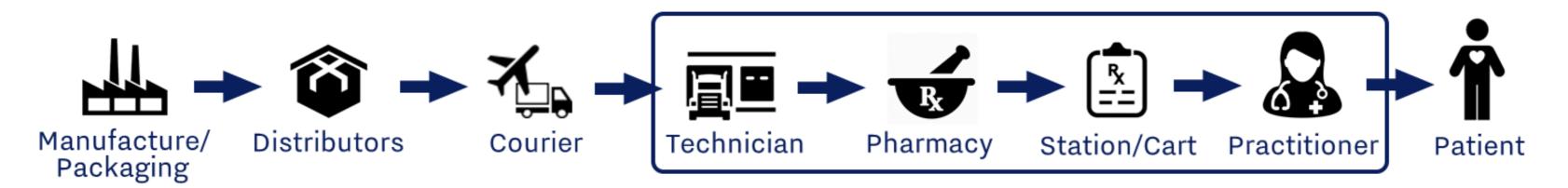
#### **DSCSA**



Drug Supply Chain Security
Act (DSCSA): US federal law
requiring an interoperable
system that will track
prescription drugs through
the United States by 2023



## Last-Mile DSCSA Objectives



- FDA's DSCSA Pilot Project Program: opportunity to test technologies and methods for enhanced DSCSA requirements
- UCLA and LedgerDomain focused on the last mile, pharmacist to patient:
  - Assist colleagues to perform robust DSCSA checks & verification
  - Flag double-counts and surface suspect transactions
  - Enforce ground truth with exception handling; gradually escalate to 3911
  - Provide real-time inventory & quarantine at the refrigerator level
  - Notify colleagues about availability and verification in real-time

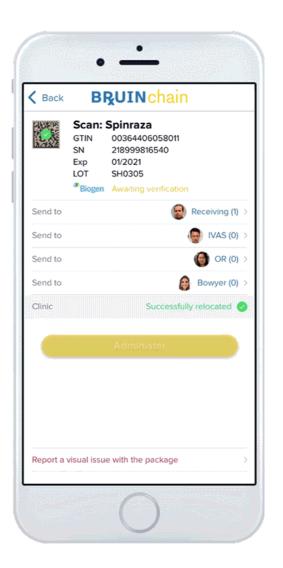


#### Common Data Model



We found that FDA's DSCSA-required 2D barcode could serve as the foundational information building block for a common data model







#### Video: <a href="https://www.youtube.com/watch?v=eonwH5dHb60">https://www.youtube.com/watch?v=eonwH5dHb60</a>



Josenor "Jess" de Jesus PharmD, MBA, FACHE Chief Pharmacy Officer UCLA Health



Han-Lian William Chien
PharmD, MBA
Pharmacy Purchasing Manager
UCLA Health



Prof. Perry Shieh
MD, PhD
UCLA Health

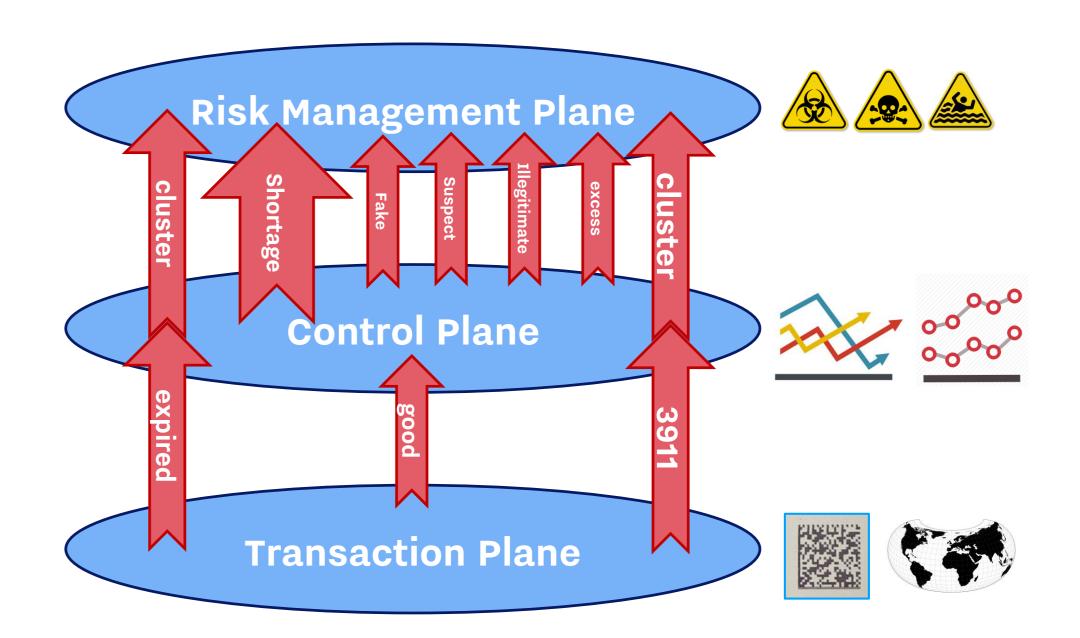


**SUBMITTED TO FDA, JANUARY 2020** 

## Enhance Blockchain with Deep Learning & Notifications

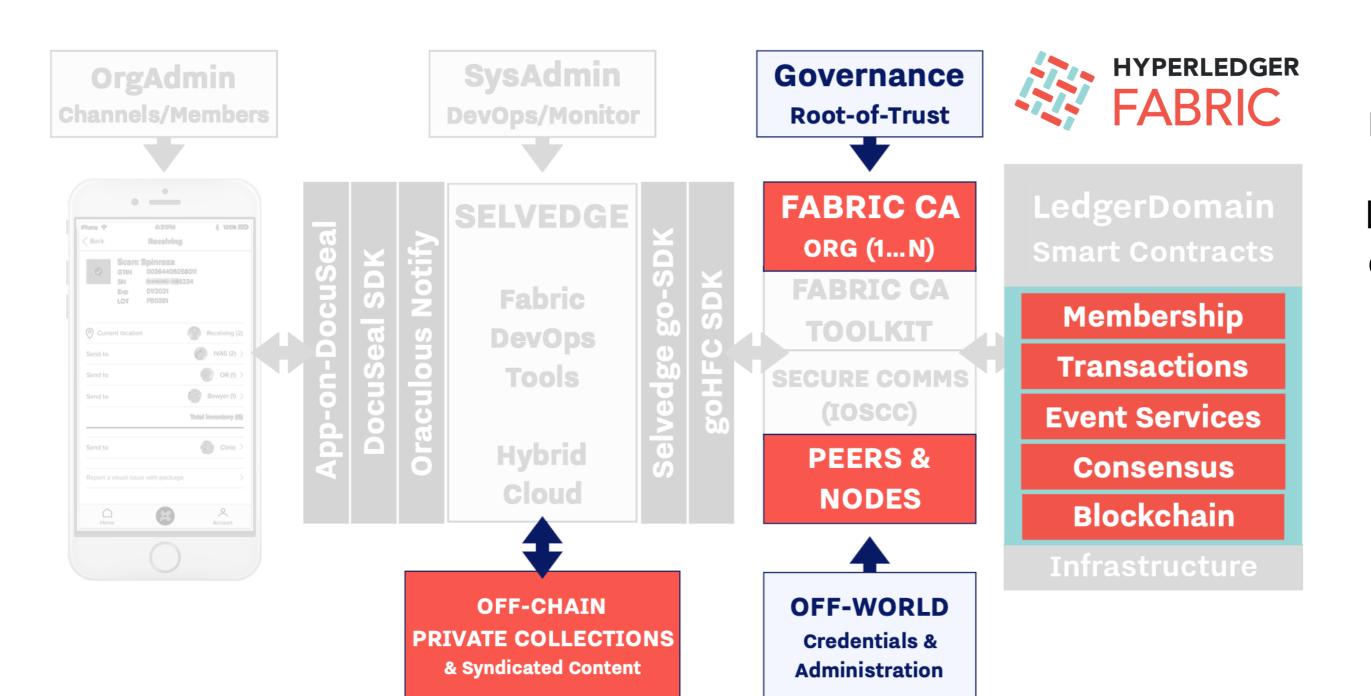
♣ Marco 
Polo

- Tracks barcodes
- Connectivity to legacy systems
- Countable (integrable) data
- Block & remedy bad transactions
- Flag out-of-spec aggregates
- Machine learning robots
- Multi-faceted client perspectives
- Private/escalating notifications





## Hyperledger Fabric Architecture



We use Hyperledger
Fabric 1.4 out of the box,
and focus our efforts to
leverage Golang to meet
enterprise expectations



## State of Hyperledger

- Hyperledger has a flexible modular design, backing of major industry players, healthy developer community, great documentation, and a plethora of tutorials and 'hello world' code samples
- Challenging to develop an end-to-end understanding of the platform, create custom deployments, and develop real-world user-facing applications backed by smart contracts
- Governance and orchestration questions still unsettled

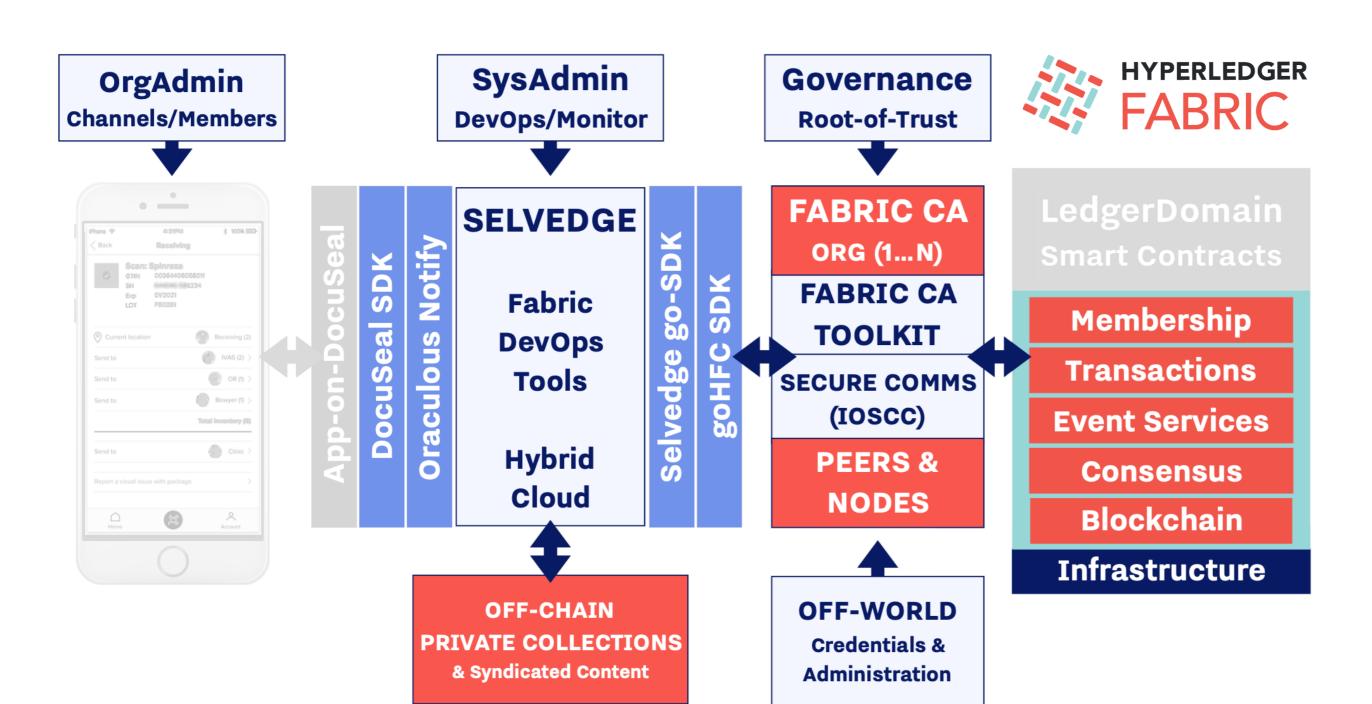


#### Our Work

- Hyperledger is a great starting point for enterprise communities. LedgerDomain added four additional components:
  - FDOT (Fabric DevOps Toolkit) for orchestration of Fabric networks
  - Selvedge SDK for the generic legwork of the blockchain app backend
  - DocuSeal as a reusable framework for secure off-chain file storage and authentication
  - Oraculous for interoperability between Fabric blockchain apps and the outside world (M2H or M2M)
- These create a framework for high-performance high-security supply chains, 100% in Golang and with extensive use of private collections.



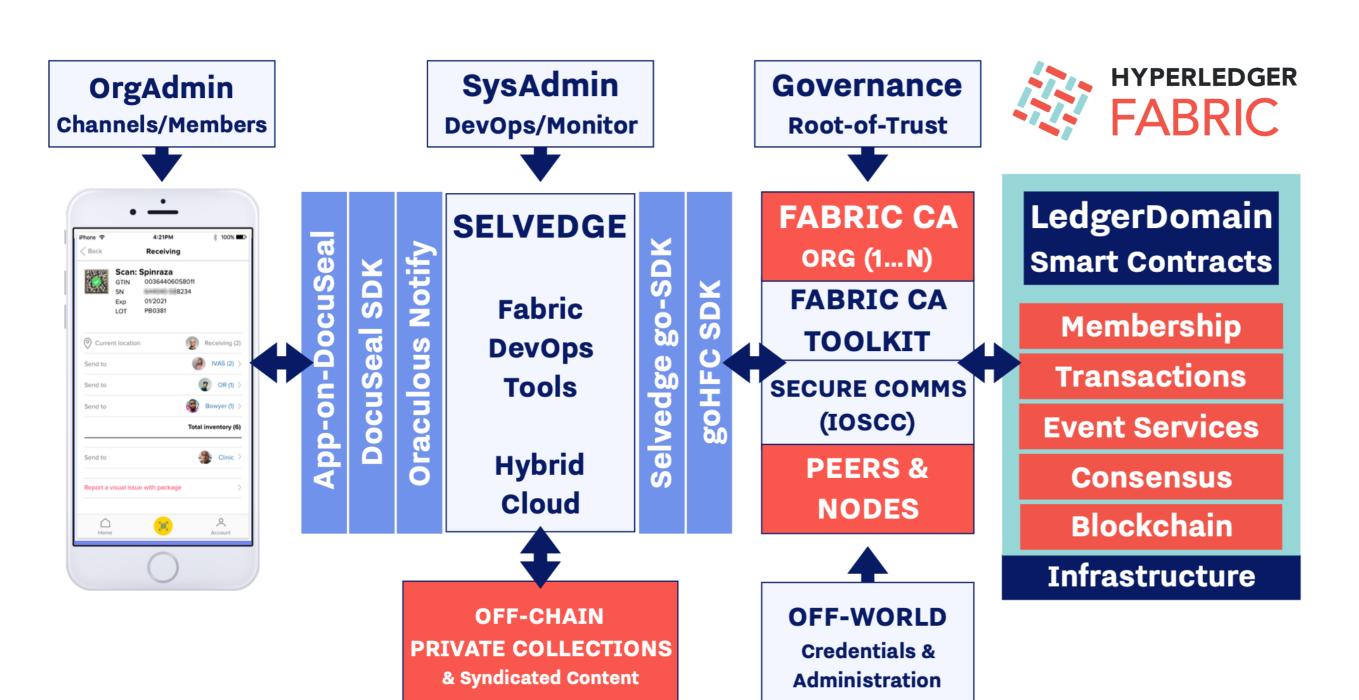
## LedgerDomain Architecture



Selvedge and DocuSeal together make it possible for members to share and authenticate supply chain messages



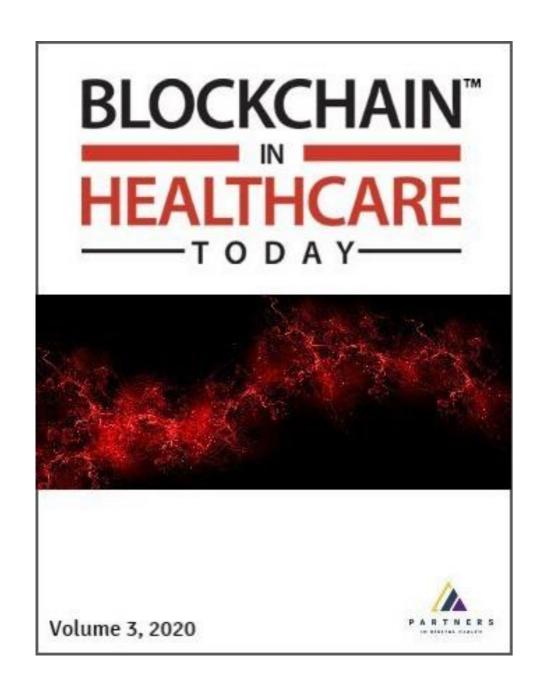
## Application-Specific Architecture



Real-world custody locations, advanced workflows, multiple roles, & exception handling, all on 50msec latency...



## BRUINchain Learnings and Outcomes



- Barcode scanning nearly 100% effective with commercial off-theshelf iPhone
- Drugs can be tracked to the "refrigerator" level within a dispensing pharmacy (not just ownership, but physical custody)
- Tracked expiration dates, verified barcodes, inspected for problems
- Tracing and verifying by interoperating with upstream relational database
- Automatic removal of double-counts and flagging suspect transactions
- Notify colleagues about availability and verification in real-time
- Full study published in <u>Blockchain in Healthcare Today</u>



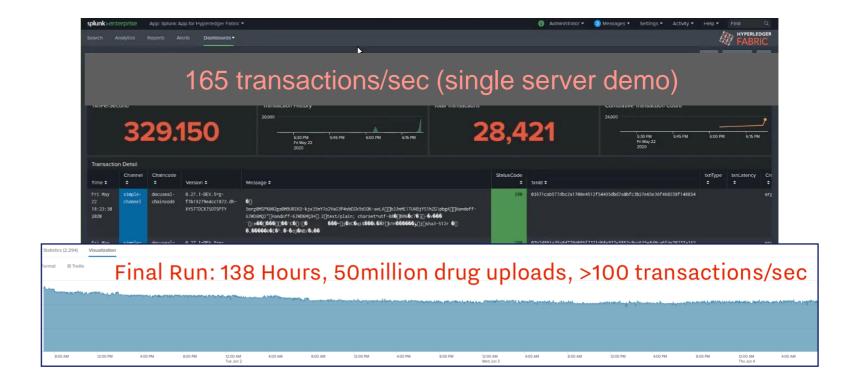




#### **DRUG FEATURES & SCALABILITY**

- → >100,000 drugs; >200,000 packages
- Expiration extensions & recalls
- Updated package inserts
- ❖ Building block for flagging & 3911s
  MASTER DATA MANAGEMENT

#### **Next Steps**

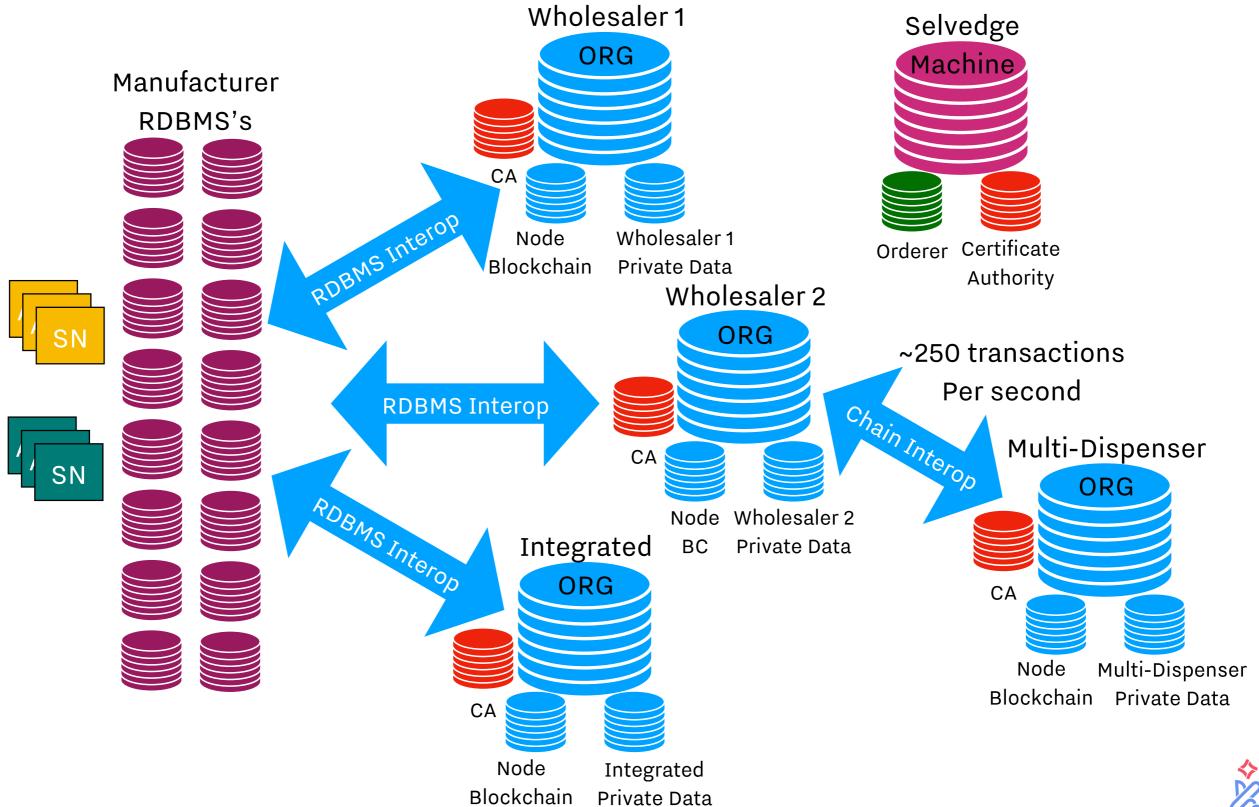


#### TRANSACTION SCALABILITY

- ⋄ ~5Bn Rx/year = ~1.5Bn salable units/yr
- ♦ 1.5Bn/yr is ~5million per working day
- ⋄ ~5,200 per minute or 87 per second
- ♦ Fewer hops: RDBMS source & bulk
- 2024 US Target ~250 per second



#### **Next Steps**





#### The COVID-19 Era

- COVID-19 will strain supply chain and health systems for the next 18 months, as stakeholders prepare for the next pandemic
- Blockchain providers must focus on COTS solutions and clear value add to stakeholders; in the case of our pilot with UCLA:
  - Dispenser: single-scan technique saves time and money (\$183M/year in the US)
  - Manufacturer: nuanced real-time business intelligence
- ❖ Legacy relational systems capable of slow trace (↑) but only blockchain allows for fast trace + secure tracking down the supply chain (↑  $\downarrow$ )
- Blockchain-based solution capable of tracking therapeutics, test kits, vaccines, and ventilators are necessary to accelerate the efforts of healthcare leaders and front-line workers to protect the public



## Ultimately...

- Chaincode portability, blockchain federation and integrability
- More robust models and standards for organizations and permissions
- Analytics on chain data
- Next-generation crypto and data models
- Integration with enterprise systems such as ERP & MES
- Ongoing enhancement for emerging regulations (e.g. HIPAA, GDPR)

Blockchain, artificial intelligence & IoT combine to make every transaction ...instantaneous, confidential, unforgeable & trackable

