

COMPETITIVE PROBLEMS IN THE DRUG INDUSTRY

(Present Status of Competition in the Pharmaceutical Industry)

FRIDAY, APRIL 25, 1975

U.S. SENATE,
SUBCOMMITTEE ON MONOPOLY OF THE
SELECT COMMITTEE ON SMALL BUSINESS,
Washington, D.C.

The subcommittee met, pursuant to notice, at 10:05 a.m., in room 318, Russell Senate Office Building, Senator Gaylord Nelson, (chairman of the full committee) presiding.

Present: Senator Nelson.

Also Present: Benjamin Gordon, staff economist, and Kay Klatt, research assistant.

The CHAIRMAN. Our first witness this morning is Dr. Lyndon Lee, Jr., Assistant Chief Medical Director for Professional Services, Department of Medicine and Surgery of the Veterans' Administration.

The committee is pleased to have you here today, Dr. Lee. Your statement will be printed in full in the record, and you may present it however you desire.¹

If you would, please identify your associates so that the reporter will have the record correct.

STATEMENT OF LYNDON E. LEE, JR., M.D., ASSISTANT CHIEF MEDICAL DIRECTOR FOR PROFESSIONAL SERVICES, DEPARTMENT OF MEDICINE AND SURGERY, VETERANS' ADMINISTRATION, ACCOMPANIED BY ROLAND F. HARDING, DIRECTOR, PHARMACY SERVICE; DONALD P. WHITWORTH, DIRECTOR, SUPPLY SERVICE; JOHN T. MANNING, ASSISTANT GENERAL COUNSEL; EUGENE M. CAFFEY, JR., M.D., DEPUTY FOR CLINICAL SUPPORT SERVICES; RICHARD PARKER, M.D., CHIEF OF INFECTIOUS DISEASE; ROBERT G. ROSE, MANAGER, VA MARKETING CENTER; EARL BERKSHIRE, CHIEF, MARKETING DIVISION FOR DRUGS AND CHEMICALS, VA MARKETING CENTER; AND JAMES FRANCESE, CHIEF PHARMACIST, VA MARKETING CENTER

Dr. LEE. Thank you, Mr. Chairman. We welcome the opportunity to appear before you here today. I would like to identify the people. On my immediate right is Mr. Donald Whitworth, who is Director

¹ See prepared statement, page 11881.