PHARMACY REIMBURSEMENT MODEL



Drug Product Cost





Dispensing Fee





Total Pharmacy Reimbursement

Profit Per Prescription

CURRENT

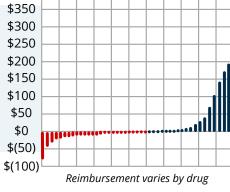
Average Wholesale Price (AWP) -80% Discount (Generics)



\$0.00-\$1.00 Dispensing Fee (Set by PBMs)



\$400



FUTURE

Average Acquisition
Cost (AAC or NADAC)

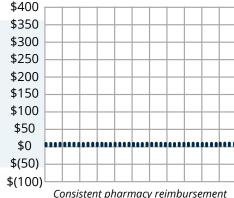
(Set by survey of pharmacies)



Cost of Dispensing

(Set by survey of pharmacies)





\$





NET NEUTRAL CHANGE



Drug product cost <u>DECREASES</u> to offset the increased dispensing fee, resulting in a **net neutral change** to payers and employers with a **consistent** and **transparent pharmacy reimbursement model!**

Contact Seth Brown at **sbrown@iarx.org** for more information.