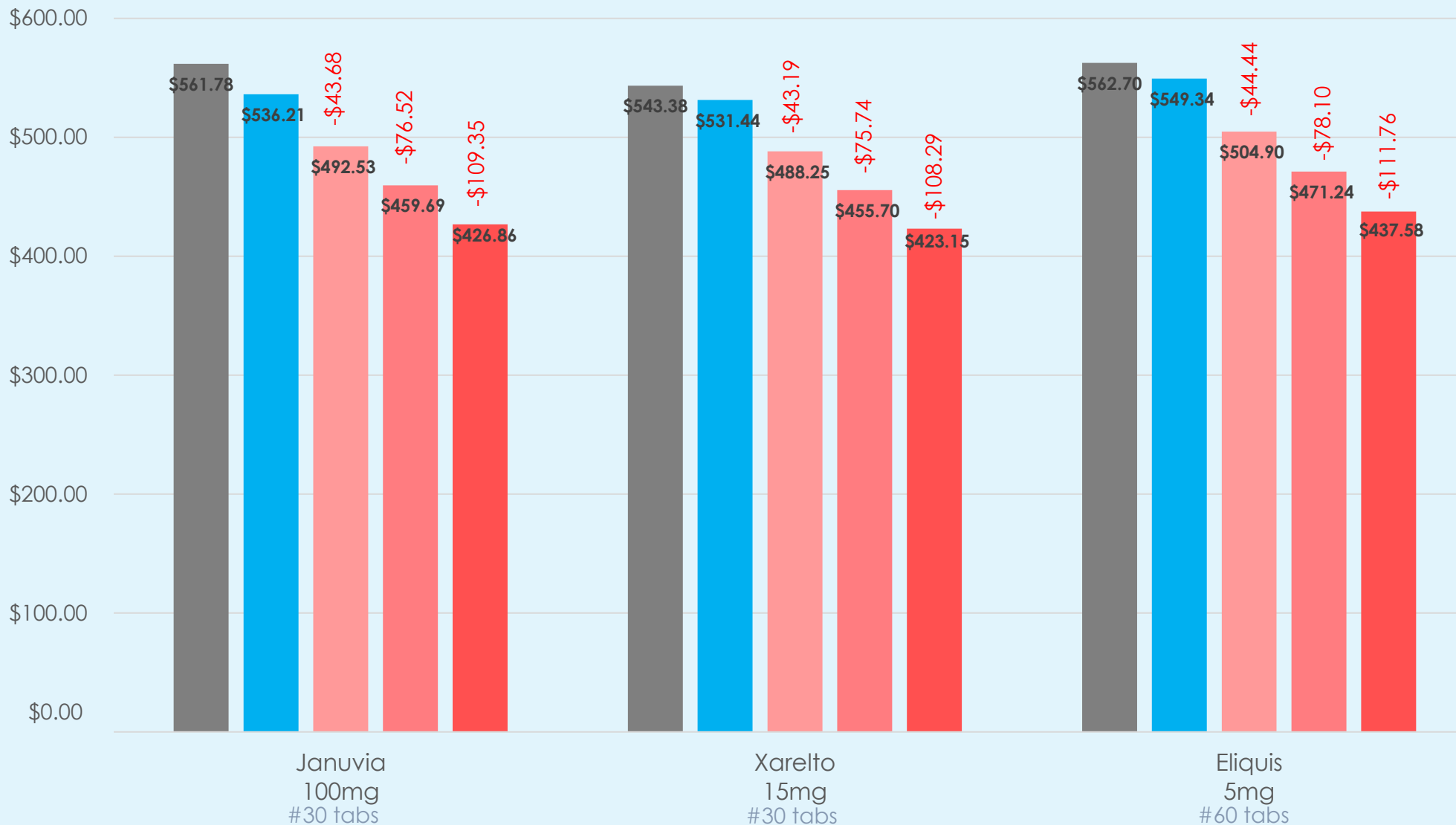


Pharmacies Losing Money on Medicare Part D Prescriptions, which Impacts Patient Access.

Medicare Part D Spending vs pharmacy reimbursement: one produces fair compensation in a NADAC + Dispensing fee model, the other results in a quicker trip to the coverage gap and losses due to PBM payments below acquisition cost. Based on NADAC and AWP for a 30-day supply.



- What Medicare Part D Pays*
- NADAC + \$11 Dispensing fee** Not utilized in Medicare Part D
- AWP-25% + \$0 Dispensing Fee Today's reality for independent pharmacies; PBM reimbursements below cost***
- AWP-30% + \$0 Dispensing Fee
- AWP-35% + \$0 Dispensing Fee

Why do PBMs do this?
To pocket the difference and steer patients to pharmacies they own or are affiliated with.



* Medicare Part D Average Spend calculated using a data forecasted by CMS Medicare Part D dashboards 2017-2021.; **Dispensing Fee calculated using data acquired from [Medicaid Covered Outpatient Prescription Drug Reimbursement Information by State](#) chart provided by medicaid.gov; ***Not including additional DIR Fees; NADAC data utilized dated 3/8/23. AWP data accessed 3/8/23.;