

# CAN 340B Program

**What is 340B?** The 340B Drug Discount Program is a U.S federal government program created in 1992 that requires drug manufacturers to provide outpatient drugs to eligible health care organizations/covered entities at significantly reduced prices. The intent of the program is to allow covered entities to "stretch scarce federal resources as far as possible, reaching more eligible patients and providing more comprehensive services."

**How does CAN qualify for 340B?** CAN qualifies for the 340B program through the Ryan White and STD grants it receives throughout the state of Florida.

**How is revenue generated?** CAN purchases drugs at a discounted rate compared to retail price. Since CAN cannot dispense medications (pharmacy license required), a contracted pharmacy must dispense the medications purchased by CAN to CAN patients only. The pharmacy will submit the drug claim to the patient's drug insurance plan at retail price and the insurance plan will reimburse at retail price. The pharmacy receives the reimbursement and pays CAN all of the reimbursement minus the dispensing fee (an agreed amount between CAN and the pharmacy to provide pharmacy services per prescription). CAN will take the remaining amount and pay for the drug to the drug wholesaler and any other fees. The remaining net amount is used to put back into the organization to assist those patients facing financial hardship, such as transportation difficulties, housing crisis or other crises that can result in patient non-compliance and also continue its growth while providing excellent healthcare.

**What are satellite clinics?** In order to increase the number of patients in our network, CAN reaches out to providers throughout the state of Florida who are looking for partnerships to further increase the number of patients cared for and/or are looking for financial assistance to help continue to maintain their practice. The more patients that can run through the 340B program, the more revenue generated, the more services can be provided.

**What is the overall goal?** The overall goal is for CAN to be the premier organization in the state of Florida (and beyond) in providing a continuum of medical, social, and education services essential to the health and well-being of those infected with HIV, hepatitis C, sexually transmitted diseases and other diseases and to enhance public awareness.