



# Pharmacy DIR Reform Needed to Increase Transparency, Lower Beneficiary Costs, and Drive Value in Healthcare









### **Transparency**

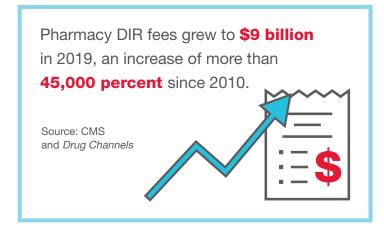
Drug prices must be transparent as they move through the supply chain and are ultimately dispensed to patients

### **Lower Costs**

Savings must be passed on to patients at the pharmacy counter to lower their out-of pocket (OOP) costs — a key predictor of medication non-adherence

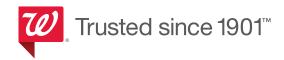
#### **Drive Value**

Reduced patient cost sharing coupled with an emphasis on pharmacy quality will lead to improved outcomes while decreasing healthcare and government spending







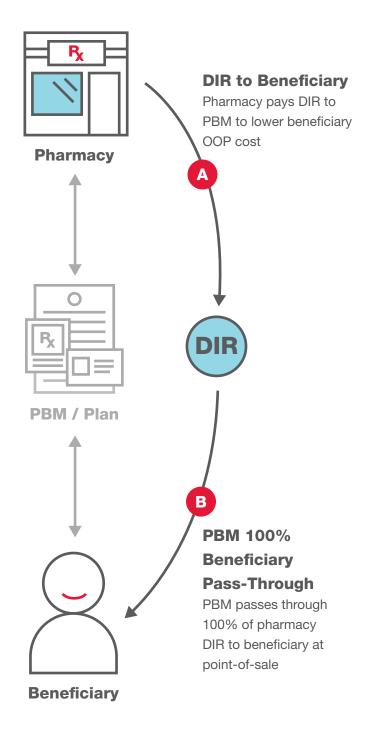


# **Pharmacy DIR Reform**

# **Current (Perverse) Approach**

# DIR to PBM/Plan Pharmacy pays DIR to PBM as a "toll" to participate in Plan's network **Pharmacy PBM Spread & Plan Pass-Through** PBM keeps portion of pharmacy DIR as "spread" and passes through remaining **PBM / Plan** amount to Plan

## **Reform Approach**





**Beneficiary**