



# **Alabama Ryan White ADAP 340B Discount Policy**

***Effective July 1, 2016  
Revised for Clarification  
October 1, 2025***



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**Effective July 1, 2016, and updated October 1, 2025**, Ryan White HIV/AIDS Program Part B sub-recipients, or any other entity operating a 340B pharmacy, either on premises or through a contractor agreement, **may not**:

- 1) Fill prescriptions for the Health Plus Alabama (HPAL) and the Medicare Part D Program (MEDCAP) using 340B discount medication.
- 2) Fill HPAL or MEDCAP clients' prescriptions and elect to pay co-pays via Ryan White, or other eligible funds, in order to claim 340B rebates or discounts.
- 3) Cause by any action, or inaction, a loss of opportunity for the Alabama Department of Public Health to pursue all eligible 340B program rebate funds for HPAL or MEDCAP clients.

## **Responsibility of 340B Entities:**

Eligible 340B entities (Ryan White subrecipients,) utilizing on-site or 340B contract pharmacies are responsible for notifying their on-site and/or 340B contract pharmacies that HPAL and MEDCAP clients' prescriptions may not be filled using 340B medications effective **July 1, 2016**.

## **Responsibility of all pharmacies that serve insured ADAP clients:**

Pharmacies serving insured ADAP clients must attest that they will adhere to this policy, annually. This attestation will occur via the pharmacy benefit manager, which acts on behalf of ADPH. This attestation will hold the pharmacy accountable for purchasing and dispensing medications purchased through the non-340B wholesale purchase mechanism. Any disputes arising from non-compliance with this policy, or false attestations, shall be the responsibility of the pharmacy. The terms and conditions of contracts between subrecipients and 340B contract pharmacies in which all or part of the responsibility for the attestation is assumed by the subrecipient will be considered in resolving disputes involving duplicate 340B discounts occurring on or after **July 1, 2016**.



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## Pharmacy Enrollment into the HPAL and MEDCAP Pharmacy Network:

Requests for addition to the AL ADAP insured pharmacy network, are considered on a rolling basis. Pharmacies interested in serving insured ADAP clients should adhere to the following procedure.

1. Insured pharmacy requests are received on an ongoing basis by the PBM on behalf of ADPH.
2. The PBM will review the request and approve or deny the request on behalf of ADPH. Denials are made when a pharmacy cannot adhere to the conditions of the 340B Discount Policy.
3. The PBM will consult with ADPH regarding any questions or concerns.

## Glossary of Terms:

- **Health Plus Alabama (HPAL)** covers health insurance premiums and co-payments.
- **Medicare Part D Program (MEDCAP)** covers Medicare Part D premiums and co-payments and/or deductibles for eligible clients.
- **Pharmacy Benefit Manager (PBM)** facilitates enrollment of new pharmacies and annual compliance of existing pharmacies, as well as facilitating prescribed medications dispenses for uninsured ADAP clients with appropriate drug discounts, or for ADAP insured clients, pharmacy dispenses are made and processes and reports are in place to facilitate ADPH ADAP receiving appropriate pharmaceutical manufacturer rebates.