DRAFT PPV 2028 Distribution Fees

Description	Distribution Fee
1. Ultra Expensive, FASTPAY	
1. Ultra Expensive, NET30	
2. GLP-1s, FASTPAY	
2. GLP-1s, NET30	
3. Specialty, FASTPAY	
3. Specialty, NET30	
4. OTC, FASTPAY	
4. OTC, NET30	
5. FSS, all other and national contracts to include med-surg, FASTPAY	
5. FSS, all other and national contracts to include med-surg, NET30	
6. WBPG ANDA, FASTPAY	
6. WBPG ANDA, NET30	

1. **Ultra Expensive** is defined as a WAC price greater than or equal to $30,000.00.
2. **GLP-1s** are products not ultra expensive that are:
    a. **Injectable and**
    b. **Require refrigeration and**
    c. **Have a mechanism of action, either alone or in combination with, glucagon-like peptide (GLP-1) receptor agonists or dual agonists (e.g., GIP/GLP-1) or triple agonists (e.g. GIP/GLP-1/Glucagon Receptor Agonist) or amylin receptor agonists**
3. **Specialty** is defined as medications that are not ultra expensive or GLP-1s which treat chronic, complex or rare diseases, and which have a minimum of four out of five additional characteristics related to the distribution, care delivery and/or cost of the medicines. These five characteristics include: list price in excess of $3,000 initiated/maintained by a specialist, requiring special handling in the supply chain, distributed through non-traditional channels, or medication has significant side-effects that require additional monitoring of therapy and/or disease requires additional monitoring of therapy.
4. **OTC** means over the counter medications that can be purchased without a prescription, are safe and effective for consumer self-use when taken as directed and regulated by the FDA.
5. **VA FSS, all other and VA/DLA national contracts** to include medical surgical items and medical devices that are packaged, labeled, and commercialized like drug product and therefore receive a FDA National Drug Code (NDC) or National

Reimbursement Code (NRC). This category also includes, dietary supplements, Blood-glucose Monitoring Units and Consumables including Miscellaneous items included on a National Contract or Federal Supply Schedule Group 65, Part VII, In-Vitro Diagnostics, Reagents, Test Kits, and Test Sets.

6. **WBPG ANDA** are defined as generics prices based on their Wholesale Acquisition Cost with an FDA abbreviated new drug application.