

TABLE 18

ADAP Medication Purchasing Mechanism, as of July 1, 2023

State/Territory	Medication Purchasing Mechanism for Full-Pay Medication Program	Medication Purchasing Mechanism for ADAP-Funded Insurance Program
Alabama	Dual	Rebate
Alaska	Dual	Dual
American Samoa	--	--
Arizona	Direct purchase	Rebate
Arkansas	Direct purchase	Rebate
California	Dual	Rebate
Colorado	Dual	Rebate
Connecticut	Rebate	Rebate
Delaware	Rebate	Rebate
District of Columbia	Dual	Dual
Federated States of Micronesia	--	--
Florida	Dual	Rebate
Georgia	Direct purchase	Rebate
Guam	--	--
Hawaii	Rebate	Rebate
Idaho	Rebate	Rebate
Illinois	Direct purchase	Rebate
Indiana	Rebate	Rebate
Iowa	Direct purchase	Rebate
Kansas	Rebate	Rebate
Kentucky	Dual	Dual
Louisiana	Dual	Rebate
Maine	Rebate	Rebate
Marshall Islands	--	--
Maryland	Rebate	Rebate
Massachusetts	Rebate	Rebate
Michigan	Rebate	Rebate
Minnesota	Rebate	Rebate
Mississippi	Direct purchase	Direct purchase
Missouri	Rebate	Rebate
Montana	Rebate	Rebate
Nebraska	Rebate	Rebate
Nevada	Rebate	Rebate
New Hampshire	Rebate	Rebate
New Jersey	Rebate	Rebate
New Mexico	Direct purchase	Direct purchase
New York	Rebate	Rebate
North Carolina	Direct purchase	Rebate
North Dakota	Rebate	Rebate
Northern Mariana Islands	--	--
Ohio	Rebate	Rebate
Oklahoma	Direct purchase	Rebate
Oregon	Dual	Dual
Pennsylvania	Rebate	Rebate
Puerto Rico	Direct purchase	Rebate
Republic of Palau	--	--
Rhode Island	Rebate	Rebate
South Carolina	Direct purchase	Rebate
South Dakota	Rebate	Rebate
Tennessee	Dual	Rebate
Texas	Direct purchase	Rebate
Utah	Rebate	Rebate
Vermont	Rebate	Rebate
Virgin Islands (U.S.)	--	--
Virginia	Direct purchase	Rebate
Washington	Rebate	Rebate
West Virginia	--	--
Wisconsin	Rebate	Rebate
Wyoming	Rebate	Rebate

Note: 51 state/territorial ADAPs reported data. American Samoa, Federated States of Micronesia, Guam, Marshall Islands, Northern Mariana Islands, Republic of Palau, Virgin Islands (U.S.), and West Virginia did not respond. A dash (--) indicates the state/territorial ADAP did not report data.

Direct Purchase (full-pay medication program): ADAPs using this model centrally purchase and dispense medications for their full-pay medication program clients through their own 340B pharmacy or 340B contract pharmacy service providers.

Rebate (full-pay medication program): ADAPs that reimburse pharmacies at usual-and-customary rates (non-340B) for drugs dispensed to full-pay medication program clients; ADAP then invoices drug manufacturers for rebates down to the 340B amount (plus any applicable supplemental discounting) for the units dispensed.

Dual (full-pay medication program): ADAPs that purchase and dispense medications through their own 340B pharmacy or 340B contract pharmacy service providers for full-pay medication program clients AND reimburse retail pharmacies at non-340B rates for some full-pay medication program clients and file rebate claims with manufacturers.

Direct Purchase (ADAP-funded insurance program): ADAPs using this model centrally purchase and dispense medications to insured clients through their own 340B pharmacy or 340B contract pharmacy service providers, make cost-sharing assistance payments (deductibles, copayment, or coinsurance) at the point of sale, with the pharmacy submitting claims to clients' insurers for reimbursement and program income generation.

Dual (ADAP-funded insurance program): ADAPs that use both direct purchase AND rebate mechanisms for their insured clients.