

340B Opportunity Intelligence Dataset

340BID v2.0 — Business Glossary

Business Glossary

340B Program

A federal program requiring drug manufacturers to provide outpatient drugs to eligible healthcare organizations at significantly reduced prices.

WAC

Wholesale Acquisition Cost — the manufacturer's list price for a drug before rebates or discounts.

Covered Entity

A healthcare organization eligible to participate in the 340B Drug Pricing Program.

Contract Pharmacy

A pharmacy that dispenses 340B drugs on behalf of a covered entity under a formal contract.

Duplicate Discount

Occurs when a 340B drug is dispensed to a Medicaid patient and the covered entity also receives a Medicaid rebate — prohibited by law.

Diversion

The dispensing of 340B drugs to ineligible patients — a violation of 340B program requirements.

DSH Percentage

Disproportionate Share Hospital percentage — a measure of the hospital's uncompensated care burden.

HRSA

Health Resources and Services Administration — the federal agency that administers the 340B program.

Gross-to-Net

The ratio of net 340B price to WAC price; measures the depth of the 340B discount.

Carve-Out

When a covered entity excludes Medicaid patients from 340B drug dispensing to avoid duplicate discounts.