



REFORMING THE 340B DRUG DISCOUNT PRICING PROGRAM

THE ISSUE

Community Health Centers (CHCs) depend on the 340B Drug Discount Pricing Program to serve patients regardless of insurance status or ability to pay. 340B savings are reinvested directly into patient care, allowing health centers to expand access and meet the needs of underserved communities.

Today, the program is under threat. Inconsistent oversight and enforcement have allowed pharmaceutical manufacturers, pharmacy benefit managers (PBMs), and state policymakers to take actions that undermine congressional intent and erode CHC access to 340B savings—putting patient care at risk.

THE OPPORTUNITY

ACH envisions a 340B program that functions exactly as Congress intended: a stable, reliable resource that allows health centers to stretch scarce federal dollars and expand access to care. Recent analysis of ACH member data shows that **one in every four 340B dollars supports care for rural Americans**. These resources are reinvested directly into patient services, including:

- Keeping rural clinics open
- Expanding telehealth services
- Operating mobile and school-based clinics
- Providing transportation and other enabling services

ACH supports reform that strengthens transparency and accountability **without restricting CHC participation or reducing patient access to affordable medications**.

POLICY PRIORITIES

ACH urges Congress to strengthen and sustain the 340B Drug Discount Pricing Program by:

1. Protect CHCs against the 340B Rebate Model, which delays savings and creates costly administrative burdens.

2. Preserve full access to contract pharmacies, ensuring patients can obtain affordable medications where they live.

3. Prevent discriminatory PBM and insurer practices that reduce or divert 340B savings.

4. Strengthen federal oversight and enforcement to uphold congressional intent and program integrity.

OUR ASK:

Congress must advance 340B reform while protecting Community Health Centers from policies that erode the program and harm patients.