

## HRSA 340B Rebate Model

*“What They Are Saying”*

### Coalition Against Socialized Medicine



“The 340B program remains one of the most powerful tools in the federal government’s healthcare access arsenal. But power without oversight invites misuse. For years, audits, reports, and investigations have shown that the program lacks basic transparency. **The rebate model proposed by HRSA is the clearest, most achievable path toward correcting that.**” – [Andrew M. Langer, Director, CPAC Foundation Center for Regulatory Freedom](#)

### Paragon Health Institute



“Paragon applauds HRSA’s new program as a welcome start to reforming the 340B Program. **This rebate model pilot program will ensure stronger program integrity and eliminate illegitimate duplication of discounts** between MFP and 340B, while ensuring CEs still promptly receive the 340B discounts they are entitled to. ...Overall, until this pilot program and other reforms are scaled and expanded, 340B will continue to fuel and reward practices of covered entities that actively undermine the intent of the program. The savings produced from 340B discounts were meant to help serve the poorest populations; the program now prints money for the wealthiest hospital systems, which seldom pass discounts to patients, all at the expense of generally higher prices for consumers. It is critical to correct this dysfunction and restore the intended purpose of the 340B Program by placing patients’ needs ahead of health system subsidies.” – [Brian Blasé, President; Jackson Hammond, Senior Policy Advisor; Gabrielle Kalisz, Program Manager at Paragon Health Institute](#)

### Trade Alliance to Promote Prosperity



“U.S. policymakers should scrutinize bureaucratic excesses and mandates, including the 340B program, that hinder innovation while failing to provide drug cost relief to American patients. Policymakers must reject any policy that would impede private companies’ ability to engage in biomedical research and to serve American patients as effectively as possible.” – [Kent Keiser, Ph.D., Executive Director, Trade Alliance to Promote Prosperity](#)

### American Action Forum



“The 340B Program has been a lifeline for safety-net providers and the patients they serve. But without adaptation, it risks collapse. **The 340B Rebate Model Pilot Program is a pragmatic, forward-looking reform that strengthens transparency, aligns with broader policy trends, and creates a sustainable framework for the future.** Supporters of safety-net care should embrace the pilot. By doing so, they help ensure that 340B remains a functioning and effective program for decades to come.” – [Michael Baker, Director of Health Care Policy, American Action Forum](#)

### Center for Individual Freedom



“CFIF welcomes the 340B Rebate Model Pilot Program as an **effort to improve accountability and reduce abuse** via mechanisms to prevent duplicate discounts and ensure that price concessions reach consumers, the law’s intended beneficiaries.” – [Timothy H. Lee, Esq., Senior Vice President of Legal and Public Affairs, Center For Individual Freedom](#)

### Center for Innovation and Free Enterprise



“The 340B program was created to support safety-net providers in serving low-income and underserved patients. However, the scale of the program—now exceeding \$66 billion annually—demands modern safeguards to prevent misuse. Evidence from the Government Accountability Office and other oversight bodies indicates that current structures lack sufficient controls, leaving the program vulnerable to duplicate discounts, diversion, and other forms of noncompliance.

“**A rebate model is a sound and proven mechanism for ensuring compliance.** Requiring documentation of eligibility before discounts are applied aligns the 340B program with established practices in other federal health programs.” – [Center for Innovation and Free Enterprise](#)

### Citizens Against Government Waste



“HRSA’s 340B Rebate Model Pilot Program is a positive step in the effort to reform a program that is failing to provide the intended benefits and has grown out of control. **The model increases transparency, moves the program closer to its statutory intent, and reduces the abuse, uncertainty, and waste** currently marbled throughout the 340B program.” – [Thomas Schatz, President, Citizens Against Government Waste](#)

### Consumer Action for a Strong Economy



“The recently announced rebate pilot is **an encouraging move in the right direction to bringing much needed transparency and accountability to the 340B program.** Rebates work well in other federal programs, like Medicaid, and applying them to the opaque 340B program could improve its integrity without disrupting patient care. In creating a more streamlined system for rebates, the pilot prevents duplicative discounts on the same drug while giving providers a clear and predictable reimbursement process—all at a lower cost to taxpayers.” – [Gerard Scimeca, Consumer Action for a Strong Economy](#)

### Council for Affordable Health Coverage



“By improving documentation and data-sharing protocols, **the pilot lays the groundwork for a more transparent and efficient rebate system.** This will reduce financial waste and enhance program compliance.” – [Joel White, President, Council for Affordable Health Coverage](#)

### National Taxpayers Union



“NTU appreciates HRSA’s willingness to test new approaches to meeting 340B’s mission in a more transparent, efficient, and effective manner. While we believe that HRSA 2025-14619 could succeed as one such approach, as with many pilot programs, it will require careful planning, nimble implementation, and diligent oversight.”

“A pilot, *launched by HRSA* under proper transparency and a stringent application process, should be precisely the type of experiment that 340B beneficiary entities would want, because it will quickly expose any burdens or failures of the pilot under controlled conditions.” – [Pete Sepp, President, National Taxpayers Union](#)

## Taxpayers Protection Alliance

“Expanding the rebate model to include all medicines and strengthening oversight can help prevent exploitation by large hospital systems and their for-profit partners, who have amassed nearly \$65 billion in revenue from the program without demonstrating patient benefit. **The rebate model will create transparency, and the rebates will directly enhance the program's integrity by requiring data to confirm compliance with program requirements before a reduction in the purchase price is granted.**” – [David Williams, President, Taxpayers Protection Alliance](#)

TAXPAYERS  
PROTECTION  
ALLIANCE