The Honorable Mike Johnson Speaker of the House U.S. House of Representatives Washington, DC 20515

The Honorable John Thune Senate Majority Leader United States Senate Washington, DC 20510 The Honorable Hakeem Jeffries House Democratic Leader U.S. House of Representatives Washington, DC 20515

The Honorable Chuck Schumer Senate Democratic Leader United States Senate Washington, DC 20510

Dear Speaker Johnson, and Leaders Thune, Schumer, and Jeffries:

We, the undersigned organizations, <u>urge swift passage of pharmacy benefit manager (PBM) reforms</u> to reduce Americans' prescription drug costs and protect patients and their local pharmacies across the United States.

These bipartisan, bicameral PBM reforms—estimated to save nearly \$5 billion—were agreed on in negotiations over the December 2024 continuing resolution and had been approved by the committees of jurisdiction^{1,2}. This Congress, these reforms have been reintroduced in one legislative package in the House as H.R. 4317, the *PBM Reform Act* and two companion measures in the Senate as S.927, the *Protecting Pharmacies in Medicaid Act*, and as S. 882, the *Patients Before Middlemen Act*. This legislation includes policies that would lower drug costs by delinking drug prices from PBM revenues, mandating the negotiated savings go to employers, workers and their families; would save significant taxpayer dollars by banning spread pricing in Medicaid; would support pharmacies' ability to serve patients by enforcing reasonable and relevant contracts in Medicare Part D; and would shine a light on PBM practices by requiring transparency from the corporations that have persistently resisted it.

These all support the same underlying goal – to address the PBMs anti-competitive, anti-consumer practices. These provisions received overwhelming support in both parties and in both chambers of Congress. By enacting these measures, you can deliver relief to patients and families at their local pharmacy counter, employers facing continued increases in health care costs, and taxpayers who are currently overpaying for government-provided benefit programs.

The American public is tired of losing access to their local health care providers and of paying too much out- of-pocket for the medicines they need. This problem is particularly egregious as the Federal Trade Commission recently found that the PBMs generated over \$7.3 billion³ in revenue from 2017 to 2022,

¹ https://www.finance.senate.gov/imo/media/doc/cbo_estimate_of_the_better_mental_health_care_lower-cost_drugs_and_extenders_act_and_certain_provisions_of_the_modernizing_and_ensuring_pbm_accountab_ility_mepa_act.pdf

² https://www.cbo.gov/system/files/2024-12/s1339.pdf

³ https://www.ftc.gov/news-events/news/press-releases/2025/01/ftc-releases-second-interim-staff-report-prescription-drug-middlemen

yet nearly one in three retail pharmacies have closed since 2010⁴, with more closure notices coming every day. Pharmacists are some of the most accessible and trusted health care professionals in America, with patients—particularly in rural and underserved communities—reliant on their training and expertise.

We urge you to prioritize PBM reform this fall and ensure these bipartisan efforts are enacted into law without delay. Immediate action is needed to address these harmful practices. Americans deserve and expect protection from inflated prescription drug costs, from forced pharmacy closures, and from barriers to their pharmacy of choice that result from PBM tactics.

Sincerely,

AiArthritis

986 Degrees Corporation

ADAP Advocacy Association

AIDS Healthcare Foundation

Alabama Pharmacy Association

Alaska Pharmacy Association

Alliance for Transparent & Affordable Prescriptions

AMAC Action

American Associated Pharmacies

American Economic Liberties Project

American Independent Business Alliance

American Pharmacies

American Pharmacists Association

America's Agenda

Arkansas Pharmacists Association

ASCP

Association of Women in Rheumatology (AWIR)

Auburn Pharmacies

Autoimmune Association

California Pharmacists Association

CARE Pharmacies Cooperative, Inc.

Caregiver Action Network

Caring Ambassadors Program

Cascadia Pharmacy Group

Coalition of State Rheumatology Organizations (CSRO)

Coalition to Protect Patient Choice

Colorado Pharmacists Society

Community Access National Network

⁴ https://publichealth.berkeley.edu/articles/spotlight/research/nearly-1-in-3-retail-pharmacies-have-closed-since-2010

Community Liver Alliance

Community Oncology Alliance (COA)

Compliant Pharmacy Alliance Cooperative

Connecticut Pharmacists Association

Consumer Action

Delaware Pharmacy Society

Diabetes Leadership Council

Diabetes Patient Advocacy Coalition

Discount Drug Mart

Epic Pharmacies

Express RX

Florida Pharmacy Association

Florida Society of Rheumatology

FMI, the Food Industry Association

Fruth INC.

Garden State Pharmacy Owners

Georgia Pharmacy Association

Global Healthy Living Foundation

Good Day Pharmacy

Hartig Drug Company

Hi-School Pharmacy

HIV+ Hepatitis Policy Institute

Hometown Pharmacies of Wisconsin

ICAN, International Cancer Advocacy Network

Idaho State Pharmacy Association

Illinois Pharmacists Association

Independent Pharmacy Alliance

Independent Pharmacy Cooperative

Indiana Pharmacy Association

Infusion Access Foundation

Institute for Local Self Reliance

International Association of Bridge, Structural, Ornamental and Reinforcing Iron Workers

International Union of Bricklayers and Allied Craftworkers

Iowa Pharmacy Association

Kentucky Pharmacists Association

Klingensmith's Drug Stores

Let My Doctors Decide Action Network

Lewis Drug

Local First Arizona

Louisiana Independent Pharmacies Association

Louisville Independent Business Alliance

Lowcountry Local First

Mainstreet Alliance

Maryland Pharmacists Association

Michigan Pharmacists Association

Mississippi Independent Pharmacies Association

Mississippi Pharmacists Association

Missouri Pharmacy Association

Montana Pharmacy Association

National Alliance of State Pharmacy Associations

National Association of Chain Drug Stores

National Community Pharmacists Association

National Grange

National Grocers Association

National Infusion Center Association

Nebraska Pharmacists Association

Nevada Pharmacy Alliance

New Jersey Pharmacists Association

New Mexico Pharmacists Association

New Mexico Pharmacy Business Council

North Dakota Pharmacists Association

Northeast Pharmacy Services Corporation

Ohio Pharmacists Association

OneroRx, Inc.

Oregon State Pharmacy Association

Osborn Drug

PARD

Partnership for Safe Medicines

Partnership to Fight Chronic Disease

PBM Accountability Project

PCCA

Pennsylvania Pharmacists Association

Pharmacists Society of the State of New York

Pharmacists United for Truth and Transparency

Pharmacy Society of Wisconsin

PlusInc

Rural Minds

Sav-Mor Pharmacy Services

Small Business Majority

South Carolina Pharmacy Association

South Dakota Pharmacists Association

Tennessee Pharmacists Association

Texas Pharmacy Association

Texas Pharmacy Business Council

The Coalition for PBM Reform

Thrifty White Health

United Food & Commercial Workers

Virginia Pharmacy Association

Wakefern Food Corp.
Washington DC Pharmacy Association
Washington State Pharmacy Association
West Virginia Pharmacists Association
WSPC
Wyoming Pharmacy Association

CC: Senator Mike Crapo, Senator Ron Wyden, Senator Bill Cassidy, Senator Bernie Sanders, Representative Brett Guthrie, Representative Frank Pallone, Representative Jason Smith, Representative Richard Neal