

Federal Discount Reporting Obligation



Dear Customer,

The discounts your facility has received for pharmaceutical products purchased from GSK may be subject to certain reporting obligations pursuant to section 1128(b) of the Social Security Act and 42 C.F.R. section 001.952(h). If applicable, GSK has previously informed your GPO or contract holder, of the federal statutory and regulatory reporting obligations. Your institution may need to report any price reduction in accordance with the relevant federal statutory and regulatory obligations, which may include reporting them on claims for reimbursement under the Medicare or Medicaid programs. You are also obligated to furnish information and/or documentation (including information that may be provided to you by GSK) about such reductions in price, upon request, to the Secretary of the U.S. Department of Health and Human Services and/or a State agency.

If you should have any questions about how to report discounts under the Medicare or Medicaid programs, we suggest that you contact your legal or accounting professionals, or contact your Medicare Part B Carrier and State Medicaid Program.
