



Guidelines for Pricing of Extemporaneous Products

When calculating the final price of an extemporaneous product (compound) that is either a benefit or non-benefit under the Drug Plan and Extended Benefits policy entitled Extemporaneous Preparations (Compounds) should be followed.

1. Costs that **CAN** be included in the price of the compound:

- Cost of the compound ingredients
- Current dispensing fee
- Compounding fee – no more than \$0.75 /minute (or current agreement) to a maximum of 60 minutes.
(note: actual time it takes to prepare a compound should be used NOT the 60 minute maximum).

2. Costs that can be billed to the patient but NOT included in the price of the compound:

- Supply cost, for example, cassettes, tubing, minibags, syringes, saline, alcohol, gloves

3. Cost that are NOT to be included in the price of the compound or billed to the patient:

- Educational /training costs
- Association, franchise or licensing fees
- Equipment or capital expenditures

When preparing extemporaneous products the expiry date of the compound should be based on published stability dates and the NAPRA *Guidelines to Pharmacy Compounding* should be followed.

References: 1. Sask. Health –The Drug Plan & Extended Benefits Branch Extemporaneous Preparations Policy. - January 5, 2010