

## Minnesota Multistate Contracting Alliance for Pharmacy Payment Terms

Customer requests the following  payment terms OR  changes to its payment terms for pharmaceutical product purchases

1.  **30-Day Pre-Pay**  
Prior to placing orders, Customer must make a deposit with ABDC equal to Customer's estimated monthly net purchase volume. The amount on deposit will be held by ABDC for the entire term of the Contract in a separate account from Customer's purchase account. The amount on deposit will be adjusted every three months based on Customer's average net purchases during the three previous months. After making the deposit, Customer will pay ABDC in full for each invoice on or before the 7th calendar day from the date of invoice. After the termination or expiration of the Contract, ABDC will provide a final reconciliation, followed by a final invoice and, as appropriate, return all or part of the deposit or charge for any additional amount owed. The amount held on deposit by ABDC from time-to-time for pre-payment does not bear interest.
2.  **15-Day Pre-Pay**  
Prior to placing orders, Customer must make a deposit with ABDC equal to Customer's 15 days purchase volume. The amount on deposit will be held by ABDC for the entire term of the Contract in a separate account from Customer's purchase account. The amount on deposit will be adjusted every three months based on Customer's average net purchases during the three previous months. After making the deposit, Customer will pay ABDC in full for each invoice on or before the 7th calendar day from the date of invoice. After the termination or expiration of the Contract, ABDC will provide a final reconciliation, followed by a final invoice and, as appropriate, return all or part of the deposit or charge for any additional amount owed. The amount held on deposit by ABDC from time-to-time for pre-payment does not bear interest.
3.  **7-Day Pre-Pay**  
Prior to placing orders, Customer must make a deposit with ABDC equal to Customer's 7 days purchase volume. The amount on deposit will be held by ABDC for the entire term of the Contract in a separate account from Customer's purchase account. The amount on deposit will be adjusted every three months based on Customer's average net purchases during the three previous months. After making the deposit, Customer will pay ABDC in full for each invoice on or before the 7th calendar day from the date of invoice. After the termination or expiration of the Contract, ABDC will provide a final reconciliation, followed by a final invoice and, as appropriate, return all or part of the deposit or charge for any additional amount owed. The amount held on deposit by ABDC from time-to-time for pre-payment does not bear interest.
4.  **Next Day Net**  
Customer will pay ABDC in full by ACH/EFT (with ABDC initiating the draw) for each invoice on or before the next calendar day from the date of invoice.
5.  **7 Day Net**  
Customer will pay ABDC in full for each invoice on or before the 7th calendar day from the date of the invoice.
6.  **15 Day Net**  
Customer will pay ABDC in full for each invoice on or before the 15th calendar day from the date of the invoice.
7.  **30 Day Net**  
Customer will pay ABDC in full for each invoice on or before the 30th calendar day from the date of the invoice.
8.  **45 Day Net**  
Customer will pay ABDC in full for each invoice on or before the 45th calendar day from the date of the invoice.

All payments must be received for deposit to ABDC's account by the due date by Electronic Funds Transfer ("EFT"). Subject to credit approval, Customer may request changes to payment terms upon thirty (30) days written notice prior to the beginning of a calendar month. All defined terms not otherwise defined herein shall have the meaning set forth in that certain Pharmaceutical Wholesaler Services Contract between ABDC and Minnesota Multistate Contracting Alliance for Pharmacy, MMS15003.

Applicant agrees to the terms specified above, certifies that, to the best of knowledge, all information provided is true and complete and intending to be legally bound hereby request the payment terms indicated above on behalf of Customer. Except to the extent modified herein, all other provisions of MMS15003 shall remain in effect.

**Customer Name:** \_\_\_\_\_  
D/b/a (if applicable): \_\_\_\_\_  
Street Address: \_\_\_\_\_  
City/State/Zip: \_\_\_\_\_  
Phone No: \_\_\_\_\_

By: \_\_\_\_\_ Date: \_\_\_\_\_ Title: \_\_\_\_\_

\_\_\_\_\_  
Signature

By: \_\_\_\_\_  
Print Name

For Office Use: \_\_\_\_\_ Terms Approved: \_\_\_\_\_ Credit Line: \_\_\_\_\_

Submitted by: \_\_\_\_\_ Approved by: \_\_\_\_\_