

340B in Washington

Key Points

- ▶ Washington's low-income taxpayers are required to utilize for-profit pharmacies in Florida.
- ▶ Pharmacy Benefit Management (PBM) owned pharmacies benefit from a federal program intended to support low-income Washington taxpayers.
- ▶ 47% of contract pharmacies intended to serve poor patients in Washington are located in affluent neighborhoods.
- ▶ Washington 340B hospitals (1.52%) provide less charity care than the national average (2.15%).

47% of 340B contract pharmacies for the Washington hospitals with the most contract pharmacies are based outside the state. Some of the pharmacies are in Florida.

Top 5 Hospitals in Washington	# of 340B Contract pharmacies	# of 340B Contract Pharmacies outside the State Lines
University of Washington Medical Center	117	49 (42%)
Harborview Medical Center	104	45 (43%)
Public Hospital District No 1 of King County Valley Medical Center	102	56 (55%)
Tacoma General/Allenmore Hospital	87	32 (37%)
Legacy Salmon Creek Hospital	75	46 (61%)

Top 340B contract pharmacy supposedly serving Washington low-income patients are owned by for profit PBMs and for profit chain pharmacies.

Top 5 340B Pharmacies with Most Contracts in Washington	PBM Owned Pharmacy	Chain Pharmacy
Optum Pharmacy 701, LLC	✓ (Optum/United)	
Pillpack LLC		
Overlake Pharmacy LLC		
Procare Pharmacy LLC	✓ (CVS Health)	
Walgreen Co.		✓

Top Washington hospital with the highest operating expenses eligible for 340B discounts provides less charity care than the state and national averages.

Top Washington 340B Hospital with The Highest Operating Expenses	Charity Care
University of Washington Med Center	0.91%

25% of 340B pharmacies supposedly serving poor patients in Washington are located outside the state.

- Total number of contract pharmacies intended to serve low-income patients in Washington – **492**
- Number of contract pharmacies intended to serve Washington's low-income patients that are located outside of Washington – **121**



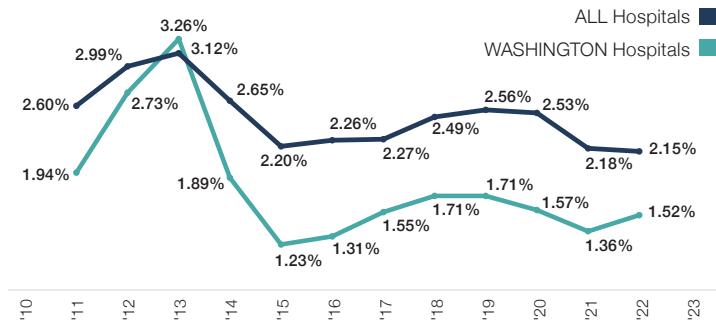
48% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Washington.

- **10.3%** of the population living in poverty

* **Low-Income Districts:** house districts where the percentage of the population living in poverty is above the average state poverty percentage

** **High-Income Districts:** house districts where the percentage of the population living in poverty is below the average state poverty percentage

Cost of Charity Care as a Share of Operating Expenses - All vs Washington 340B Reporting Hospitals



Charity Cost Ratios for Insured and Uninsured Patients State: Washington, Hospitals: All

