




Public Employee with High Deductible Insurance Plan Pays for Drug		Public Employers Pay for Drug	
First month payment	\$7,000	First month payment	\$0
	Annual payment		Annual payment
	\$7,050⁴		\$77,019

Drug Retail Price





\$7,000

BUT the Hospital Buys the Drug at a Discount which Can Range Depending on the Drug



\$1,750
Discounted drug price per month¹






.01¢
Discounted drug price per month²

The Hospital Profit Can Range⁵

<p>Monthly Profit Per Prescription</p> <p>\$4,135</p>		<p>Annual Profit Per Prescription</p> <p>\$49,620</p>		<p>Monthly Profit Per Prescription</p> <p>\$5,885</p>		<p>Annual Profit Per Prescription</p> <p>\$70,620</p>
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The Pharmacy Profits

<p>Pharmacy Dispensing Fee Per Month³</p> <p>\$1,115</p>		<p>Pharmacy Dispensing Fee Per Year</p> <p>\$13,380</p>
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SOURCES

- 1 Medication 340B Price 75%: <https://www.drugchannels.net/2020/07/how-hospitals-and-pbms-profit-and.html>
- 2 Medication 340B Price - Penny Pricing: www.finance.senate.gov/imo/media/doc/AbbVie%20Responses.pdf
- 3 Pharmacy Charge: <https://www.drugchannels.net/2024/01/drug-channels-news-roundup-january-2024.html>
- 4 Plan Max OOP cost: <https://www.healthsystemtracker.org/brief/aca-maximum-out-of-pocket-limit-is-growing-faster-than-wages/>
- 5 Hospital Profit = (Employee + Employer payment to the Hospital) - Discounted Acquisition Cost of the Drug to the Hospital - Contract Pharmacy Reimbursement