

# 340B in Delaware

#### **Key Points**

PIONEER HEALTH

- Delaware's low-income taxpayers are required to utilize for-profit pharmacies in Hawaii, Indiana, and Florida.
- Pharmacy Benefit Management (PBM) owned and chain drug store contract pharmacies benefit from a federal program intended to support low-income Delaware taxpayers.
- 38% of contract pharmacies intended to serve poor patients in Delaware are located in affluent neighborhoods.
- Delaware 340B hospitals (1.17%) provide less charity care than the national average (2.28%).

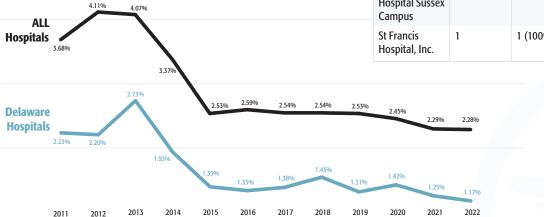
Top 340B contract pharmacies in Delaware serving low-income patients are owned by for profit PBMs and retail chain drug stores.

Top 5 340B Pharmacies with Most Contracts in Delaware	PBM Owned Pharmacy	Chain Pharmacy
Accredo Health Group, Inc.	<ul> <li>(ESI/Cigna)</li> </ul>	
Accredo Health Group, Inc.	<ul> <li>(ESI/Cigna)</li> </ul>	
Delaware Cvs Pharmacy, L.L.C.		~
Walgreen Eastern Co., Inc.		$\checkmark$
Delaware Cvs Pharmacy, L.L.C.		~

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

Top Delaware 340B Hospital with The Highest Operating Expenses	Charity Care
Christiana Care Health System	0.8%

Average Charity Care Ratio - All vs. Delaware Hospitals



2022 Total Cost of Charity Care \$16,002,540,724





# 38% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Delaware.

- 9.4% 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

38% of 340B pharmacies supposedly serving poor patients in Delaware are located outside the state.

Total number of contract pharmacies intended

Number of contract pharmacies intended to

located outside of Delaware - 48

to serve low-income patients in Delaware - 126

serve Delaware's low-income patients that are

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

34% of 340B contract pharmacies for the Delaware hospitals with the most contract pharmacies are based outside the state. Some of the pharmacies are in Hawaii, Indiana, and Florida.

Top 5 Hospitals in Delaware	# of 340B Contract Pharmacies	# of 340B Contract Pharmacies outside the State Lines	Farthest 340B Pharmacy Location Serving Delaware Patients
Christiana Care Health System	67	34 (51%)	Hawaii (4904 miles)
Nemours Children's Hospital, Delaware	46	13 (28%)	Florida (962 miles)
Nemours Children's Hospital, Delaware	16	0	N/A
Bayhealth Hospital Sussex Campus	10	0	N/A
St Francis Hospital, Inc.	1	1 (100%)	Indiana (651 miles)

 $\bigcirc$ 

## PIONEER INSTITUTE

### Learn more at pioneerinstitute.org/340babuse/