

340B in Delaware

Key Points

- ▶ 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.
- ▶ 52% of contract pharmacies intended to serve poor patients in Delaware are located in affluent neighborhoods.
- ▶ Delaware 340B hospitals (1.67%) provide less charity care than the national average (2.15%).

37% 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
Christiana Care Health System	67	37 (55%)
Nemours Children's Hospital, Delaware	45	13 (29%)
Bayhealth Medical Center Inc	15	0
Bayhealth Hospital Sussex Campus	10	0
St Francis Hospital, Inc	1	1 (100%)

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

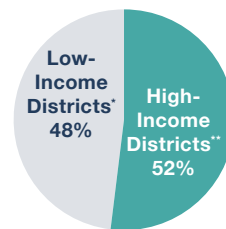
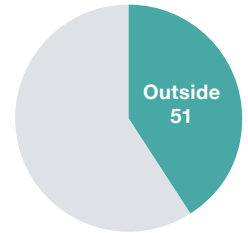
Top 5 340B Pharmacies with Most Contracts in Delaware	PBM Owned Pharmacy	Chain Pharmacy
Accredo Health Group, Inc.	✓ (ESI/Cigna)	
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Walgreen Eastern Co., Inc.		✓
Happy Harry's Inc		
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Top Delaware hospital 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	0.72%

41% of 340B pharmacies supposedly serving poor patients in Delaware are located outside the state.

- Total number of contract pharmacies intended to serve low-income patients in Delaware – **125**
- Number of contract pharmacies intended to serve Delaware's low-income patients that are located outside of Delaware – **51**



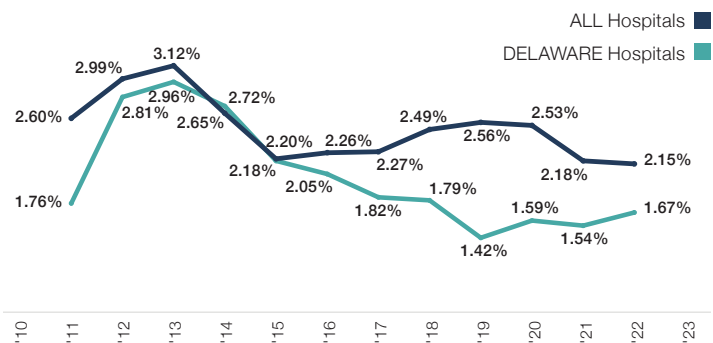
52% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Delaware.

- **10.5%** 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 Delaware 340B Reporting Hospitals



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

