

340B in Iowa

Key Points

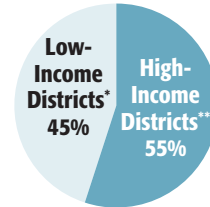
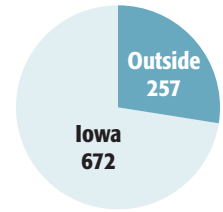
- ▶ **Iowa's low-income taxpayers are required to utilize for-profit pharmacies in California.**
- ▶ **For profit chain drug stores have the most number of contracts benefiting from federal program intended to support needy Iowa taxpayers.**
- ▶ **More than half of the contract pharmacies intended to serve poor patients in Iowa are located in affluent neighborhoods.**
- ▶ **Iowa 340B hospitals (0.95%) provide less charity care than the national average (2.28%).**

60% of 340B contract pharmacies for the top Iowa hospital with the most contract pharmacies are based outside the state. Some of the pharmacies are in California.

Top 5 Hospitals in Iowa	# of 340B Contract Pharmacies	# of 340B Contract Pharmacies outside the State Lines	Farthest 340B Pharmacy Location Serving Iowa Patients
Mercyone Waterloo Medical Center	194	153 (79%)	California (1708 miles)
Catholic Health Initiatives - Iowa, Corp	144	55 (38%)	California (1708 miles)
University Of Iowa Hospitals & Clinics	138	66 (48%)	California (1708 miles)
Southeast Iowa Regional Medical Center	74	52 (70%)	California (1708 miles)
Mercyone North Iowa Medical Center	73	49 (67%)	California (1708 miles)

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

- Total number of contract pharmacies intended to serve needy patients in Iowa – 672
- Number of contract pharmacies intended to serve Iowa's needy patients that are located outside of Iowa – 257



55% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Iowa.

- 11% 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

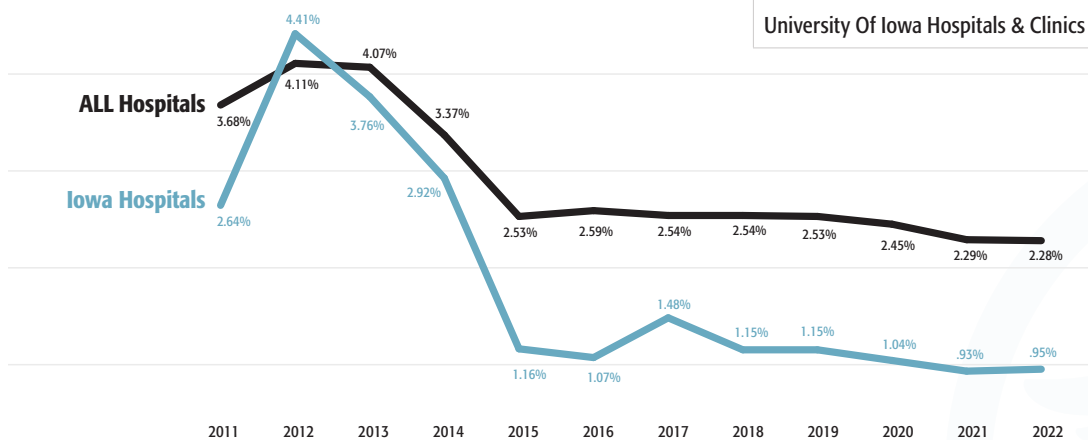
Top 340B contract pharmacy supposedly serving Iowa needy patients are by for profit chain drug stores.

Top 5 340B Pharmacies with Most Contracts in Iowa	PBM Owned Pharmacy	Chain Pharmacy
Hy-Vee Pharmacy Fulfillment Center 4016		✓
Wal-Mart Pharmacy 10-1431		✓
Hy-Vee, Inc.		✓
Hy-Vee Pharmacy (1433)		✓
Wal-Mart Pharmacy 10-0784		✓

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

Top Iowa 340B Hospital with The Highest Operating Expenses	Charity Care
University Of Iowa Hospitals & Clinics	0.7%

Average Charity Care Ratio - All vs. Iowa Hospitals



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