

340B in Kansas

Key Points

- Kansas's low-income taxpayers are required to utilize for-profit pharmacies in Massachusetts, Pennsylvania, Delaware, and Hawaii.
- Pharmacy Benefit Management (PBM) owned for-profit contract pharmacies benefit from a federal program intended to support low-income Kansas taxpayers.
- More than half of contract pharmacies intended to serve poor patients in Kansas are located in affluent neighborhoods.
- ► Top Kansas 340B hospitals (1.6%) provide less charity care than the national (2.28%) and state (2.43%) averages.

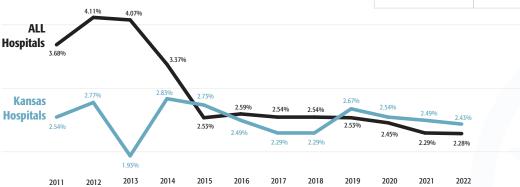
Top 340B contract pharmacies supposedly serving Kansas's low-income patients are owned by for profit PBMs.

Top 5 340B Pharmacies with Most Contracts in Kansas	PBM Owned Pharmacy	Chain Pharmacy
Caremark Kansas Specialty Pharmacy	✓ (Caremark/CVS Health)	
OptumRx	✓ (Optum/United)	
Optum Infusion Services 305, LLC	✓ (Optum/United)	
Accredo Health Group, Inc.	(Express Scripts/Cigna)	
Optum pharmacy 705, LLC	✓ (Optum/United)	

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

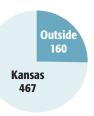
Top Kansas 340B Hospital with The Highest Operating Expenses	Charity Care
University of Kansas Hospital	1.6%

Average Charity Care Ratio - All vs. Kansas Hospitals



34% of 340B pharmacies supposedly serving poor patients in Kansas are located outside the state.

- Total number of contract pharmacies intended to serve low-income patients in Kansas – 467
- Number of contract pharmacies intended to serve Kansas's low-income patients that are located outside of Kansas – 160



Low-Income Districts' 49%
High-Income Districts'' 51%

Over 50% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Kansas

- 12% 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

59% of 340B contract pharmacies for the Kansas hospitals with the most contract pharmacies are based outside the state. Some of the pharmacies are in Hawaii, Massachusetts, and Delaware.

Top 5 Hospitals in Kansas	# of 340B Contract Pharmacies	# of 340B Contract Pharmacies outside the State Lines	Farthest 340B Pharmacy Location Serving Kansas Patients
University of Kansas Hospital	219	128 (58%)	Hawaii (3833 miles)
Ascension Via Christi Hospitals Wichita, Inc	50	15 (30%)	Pennsylvania (1001 miles)
Centura St. Catherine Hospital - Garden City	45	38 (84%)	Massachusetts (1304 miles)
The Children's Mercy Hospital Kansas	32	18 (56%)	Delaware (1078 miles)
Clay County Medical Center	30	21 (70%)	Massachusetts (1304 miles)

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

