

# 340B in Maryland

## Key Points

- ▶ Maryland's low-income taxpayers are required to utilize for-profit pharmacies in Hawaii and California.
- ▶ Pharmacy Benefit Management (PBM) owned and chain drug store contract pharmacies benefit from a federal program intended to support low-income Maryland taxpayers.
- ▶ 55% of contract pharmacies intended to serve poor patients in Maryland are located in affluent neighborhoods.
- ▶ Maryland 340B hospitals (2.15%) provide the same amount of charity care than the national average (2.15%).

**57% of 340B contract pharmacies for the Maryland hospitals with the most contract pharmacies are based outside the state. Some of the pharmacies are in Hawaii and California.**

Top 5 Hospitals in Maryland	# of 340B Contract pharmacies	# of 340B Contract Pharmacies outside the State Lines
Sinai Hospital Of Baltimore	118	40 (34%)
Meritus Medical Center	85	64 (75%)
University Of Maryland Medical Center	82	50 (61%)
Northwest Hospital Center, Inc.	79	37 (47%)
Franklin Square Hospital	43	39 (91%)

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

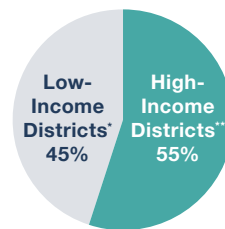
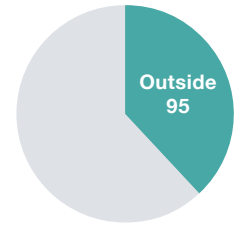
Top 5 340B Pharmacies with Most Contracts in Maryland	PBM Owned Pharmacy	Chain Pharmacy
Optum Infusion Services 103, LLC	✓ (Optum/United)	
Maryland CVS Pharmacy, LLC		✓
Maryland CVS Pharmacy, LLC		✓
Maryland CVS Pharmacy, LLC		✓
Maryland CVS Pharmacy, LLC		✓

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

Top Maryland 340B Hospital with The Highest Operating Expenses	Charity Care
Johns Hopkins Hospital	0.0%

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

- Total number of contract pharmacies intended to serve low-income patients in Maryland – **247**
- Number of contract pharmacies intended to serve Maryland's low-income patients that are located outside of Maryland – **95**



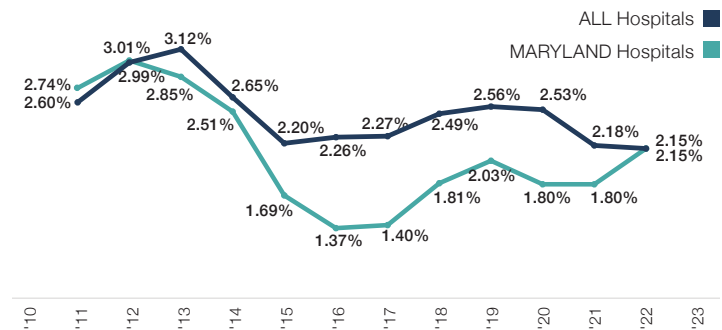
**55% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Maryland.**

- **9.5%** 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 Maryland 340B Reporting Hospitals**



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

