

340B in Minnesota

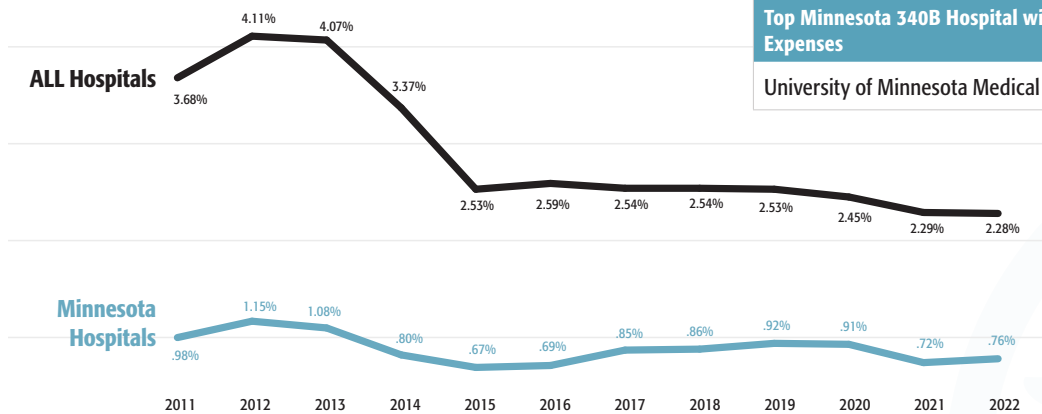
Key Points

- ▶ **Minnesota's low-income taxpayers are required to utilize for-profit pharmacies in Florida and Texas.**
- ▶ **More than half of the contract pharmacies intended to serve poor patients in Minnesota are located in affluent neighborhoods.**
- ▶ **Minnesota 340B hospitals (0.76 %) provide less charity care than the national average (2.28%).**

37% of 340B contract pharmacies for the top Minnesota hospitals with the most contract pharmacies are based outside the state. Some of the pharmacies are in Florida and Texas.

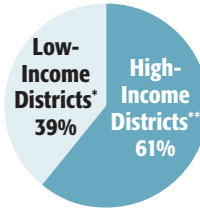
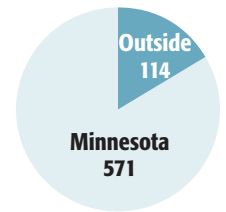
Top 5 Hospitals in Minnesota	# of 340B Contract Pharmacies	# of 340B Contract Pharmacies outside the State Lines	Farthest 340B Pharmacy Location Serving Minnesota Patients
Abbott Northwestern Hospital	201	50 (25%)	Florida (1372 miles)
Mercy Hospital	108	51 (47%)	Florida (1372 miles)
Children's Health Care D/B/A Children's Minnesota	93	4 (4%)	Texas (939 miles)
United Hospital	91	51 (56%)	Florida (1372 miles)
St. Luke's Hospital of Duluth	86	61 (71%)	Florida (1372 miles)

Average Charity Care Ratio - All vs. Minnesota Hospitals



20% of 340B pharmacies supposedly serving poor patients in Minnesota are located outside the state.

- Total number of contract pharmacies intended to serve needy patients in Minnesota – 571
- Number of contract pharmacies intended to serve Minnesota's needy patients that are located outside of Minnesota – 114



61% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Minnesota.

- 9.6% 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 is owned by Mayo Clinic.

Top 5 340B Pharmacies with Most Contracts in Minnesota	PBM Owned Pharmacy	Chain Pharmacy
Mayo Clinic Pharmacy		
Fairview Specialty Services Pharmacy		
Mercy Hospital PHC		
Allina Health Heart Hospital Pharmacy		
Allina Health Cambridge Pharmacy		

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

Top Minnesota 340B Hospital with The Highest Operating Expenses	Charity Care
University of Minnesota Medical Center	0.5%

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