

340B in New Jersey

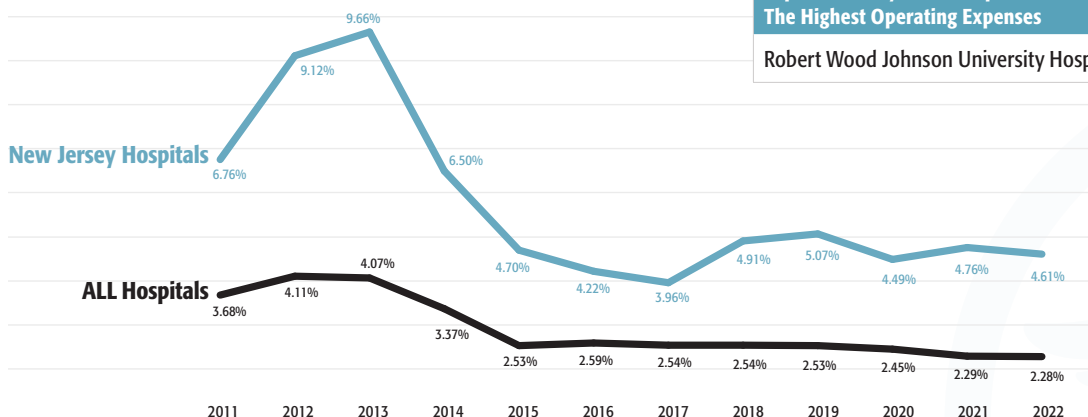
Key Points

- ▶ **New Jersey's low-income taxpayers are required to utilize for-profit pharmacies in Texas.**
- ▶ **PBM owned pharmacies have the most number of contracts benefiting from federal program intended to support needy New Jersey taxpayers.**
- ▶ **Half of the contract pharmacies intended to serve poor patients in New Jersey are located in affluent neighborhoods.**
- ▶ **New Jersey 340B hospitals (4.61%) provide more charity care than the national average (2.28%).**

39% of 340B contract pharmacies for the top New Jersey hospitals with the most contract pharmacies are based outside the state. Some of the pharmacies are in Texas.

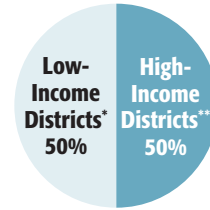
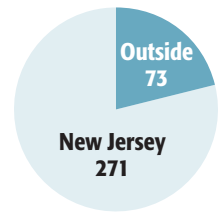
Top 5 Hospitals in New Jersey	# of 340B Contract Pharmacies	# of 340B Contract Pharmacies outside the State Lines	Farthest 340B Pharmacy Location Serving New Jersey Patients
Kennedy Memorial Hospital-UMC	93	39 (42%)	Texas (1565 miles)
Saint Peter's University Hospital	88	24 (27%)	Texas (1565 miles)
St. Joseph's University Medical Center	62	27 (44%)	Texas (1565 miles)
The Cooper Health System DBA Cooper University Hospital	34	10 (29%)	Texas (1565 miles)
Robert Wood Johnson University Hosp	26	18 (69%)	Texas (1565 miles)

Average Charity Care Ratio - All vs. New Jersey Hospitals



27% of 340B pharmacies supposedly serving poor patients in New Jersey are located outside the state.

- Total number of contract pharmacies intended to serve needy patients in New Jersey – 271
- Number of contract pharmacies intended to serve New Jersey's needy patients that are located outside of New Jersey – 73



- 50% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in New Jersey.
- 9.7% 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 pharmacies supposedly serving New Jersey needy patients are owned by PBMs.

Top 5 340B Pharmacies with Most Contracts in New Jersey	PBM Owned Pharmacy	Chain Pharmacy
Caremark New Jersey Specialty Phcy, LLC	✓ (Caremark/CVS Health)	
Express Scripts Pharmacy, Inc.	✓ (ESI/Cigna)	
Optum Pharmacy 700, LLC	✓ (Optum/United Healthcare)	
Bioscrip Infusion Services, LLC Pharmacy		✓
Coram Alternate Site Services, Inc.		

Top New Jersey hospital with the highest operating expenses eligible for 340B discounts provides less charity care than the state average but more than the national average.

Top New Jersey 340B Hospital with The Highest Operating Expenses	Charity Care
Robert Wood Johnson University Hosp	4.4%

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