

## 340B in Virginia

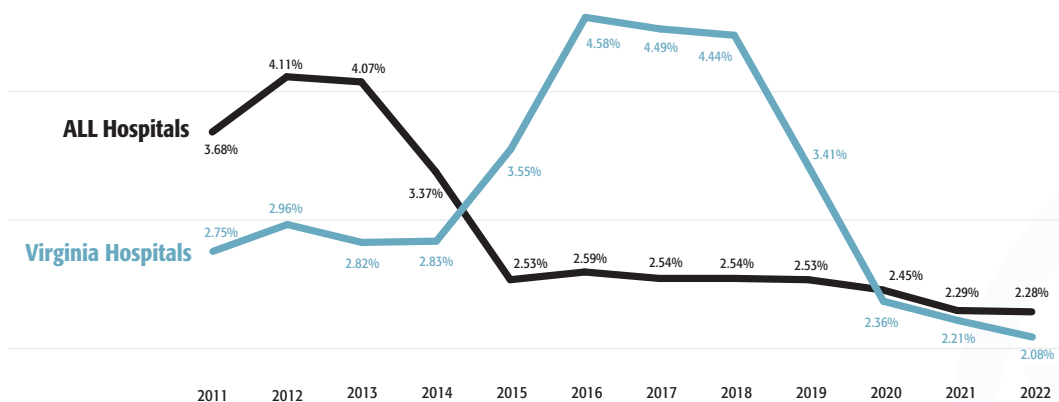
### Key Points

- ▶ **Virginia's low-income taxpayers are required to utilize for-profit pharmacies in Hawaii and California.**
- ▶ **Pharmacy Benefit Management (PBM) pharmacies and for profit chain drug stores benefit from a federal program intended to support low-income Virginia taxpayers.**
- ▶ **Half of the contract pharmacies intended to serve poor patients in Virginia are located in affluent neighborhoods.**
- ▶ **Virginia 340B hospitals (2.08%) provide less charity care than the national average (2.28%).**

45% of 340B contract pharmacies for the Virginia hospitals with the most contract pharmacies are based outside the state. Some of the pharmacies are in Hawaii and California.

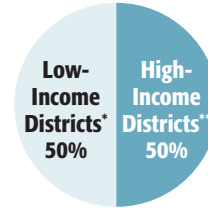
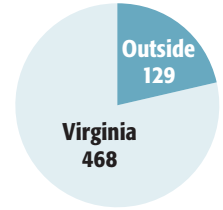
Top 5 Hospitals in Virginia	# of 340B Contract Pharmacies	# of 340B Contract Pharmacies outside the State Lines	Farthest 340B Pharmacy Location Serving Virginia Patients
Carilion Medical Center	182	76 (42%)	Hawaii (4826 miles)
Carilion Giles Community Hospital	129	60 (47%)	Hawaii (4826 miles)
University of Virginia Medical Center	126	59 (47%)	Hawaii (4826 miles)
Carilion Rockbridge Community Hospital	109	57 (52%)	Hawaii (4826 miles)
Inova Fairfax Hospital	95	36 (38%)	California (2786 miles)

Average Charity Care Ratio - All vs. Virginia Hospitals



28% of 340B pharmacies supposedly serving poor patients in Virginia are located outside the state.

- Total number of contract pharmacies intended to serve low-income patients in Virginia – 468
- Number of contract pharmacies intended to serve Virginia's low-income patients that are located outside of Virginia – 129



50% of 340B pharmacies supposedly serving the poor are in affluent neighborhoods in Virginia.

- 10.6% 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 pharmacies supposedly serving Virginia low-income patients are owned by for profit Chain Drug Stores and PBMs.

Top 5 340B Pharmacies with Most Contracts in Virginia	PBM Owned Pharmacy	Chain Pharmacy
Walgreens #21420		✓
Procure Pharmacy, L.L.C.	✓ (Caremark/CVS Health)	
Proprium Pharmacy		
Virginia CVS Pharmacy, L.L.C.		✓
Valley Pharmacy		

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

Top Virginia 340B Hospital with The Highest Operating Expenses	Charity Care
Inova Fairfax Hospital	3.7%

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