

Kentucky Senate Bill 27

Senate Health Services Committee

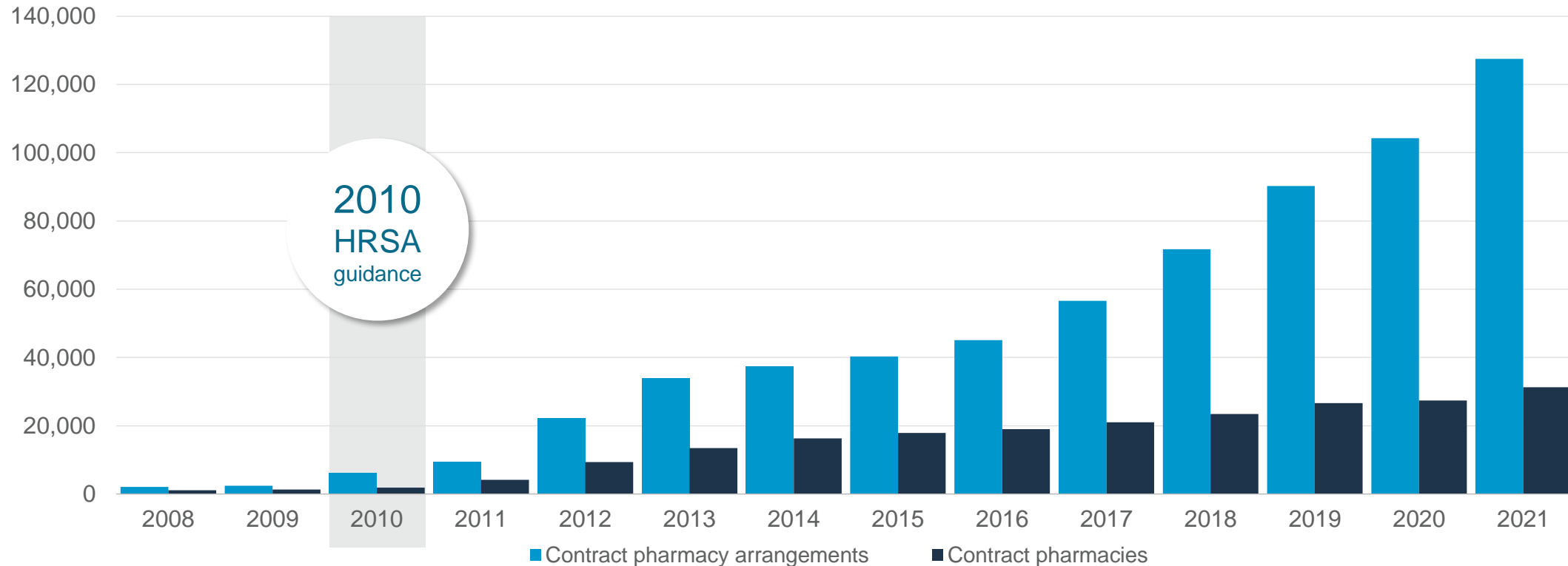
January 31, 2024



340B Contract Pharmacy Participation Has Increased Dramatically

The number of contract pharmacy arrangements has grown by more than 5,000% since the 2010 guidance. Currently, more than 30,000 distinct pharmacies participate in the 340B program, and each one may have arrangements with multiple entities.

340B Hospital Contract Pharmacies and Pharmacy Arrangements*



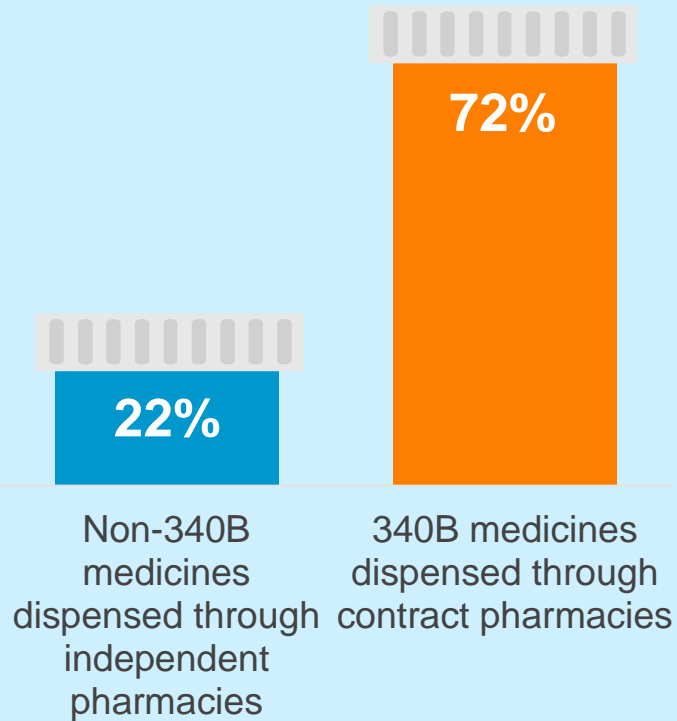
*A contract pharmacy may have multiple contracts with multiple 340B hospitals.

1. BRG analysis of HRSA OPA registrations. <https://340bopais.hrsa.gov/ContractPharmacySearch>

Contract Pharmacies Have Growing Financial Stake in 340B

There is no clear evidence 340B discounts are helping patients access medicines

Massive Profit Margins



Concentrated Corporate Profits



PBM-Owned Pharmacies Wield Negotiating Power

