

# MEDICARE PART B CUT HURTS 340B HOSPITALS AND PATIENTS

## THE RULE DOES:



**HARM SAFETY NET HOSPITALS  
SERVING LOW-INCOME COMMUNITIES**



**Force hospitals to  
REDUCE SERVICES**



**Force hospitals to  
LAY OFF STAFF**



**HURT PATIENTS**



**SHIFT \$1.6 BILLION**

from 340B hospitals to pay for non-drug services<sup>1</sup>

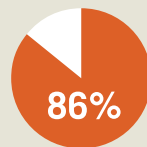
## THE RULE DOES NOT:



**LOWER DRUG PRICES**



**SAVE MEDICARE MONEY**



**REDUCE PATIENTS' DRUG COSTS**

86% of seniors have third-party coverage for cost-sharing<sup>2</sup>

## THE 25-YEAR-OLD 340B PROGRAM ...



**IS BIPARTISAN**

228 members of the House called on CMS to withdraw the rule; 57 senators expressed serious concerns

**\$6 BILLION**

**WORKS TO**

lower drug prices for safety net providers by \$6 billion a year.<sup>3</sup>



**REPRESENTS**

only 1.3% of drug sales in the United States.<sup>4</sup>

## BOTTOM LINE: BLOCK THE CUTS TO 340B.

1. Centers for Medicare & Medicaid Services. Hospital Outpatient Prospective Payment and Ambulatory Surgical Center Payment Systems and Quality Reporting Programs. November 13, 2017. <https://www.gpo.gov/fdsys/pkg/FR-2017-11-13/pdf/2017-23932.pdf>

2. Medicare Payment Advisory Commission. <http://www.medpac.gov/docs/default-source/data-book/june-2016-data-book-section-3-medicare-beneficiary-and-other-payer-financial-liability.pdf?sfvrsn=0>

3. Health Resources and Services Administration. <https://www.gpo.gov/fdsys/pkg/FR-2017-01-05/pdf/2016-31935.pdf>

4. Dobson DaVanzo analysis of the financial impact of the 340B program on drug manufacturers, [www.340bhealth.org/files/340B\\_Financial\\_Impact\\_7\\_17.pdf](http://www.340bhealth.org/files/340B_Financial_Impact_7_17.pdf)



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