

# Value of the 340B Program

Saint Mary's Hospital

Waterbury, CT



**THE HOSPITAL:** Founded in 1909, Saint Mary's is an acute care, community teaching hospital and a regional health care provider that has served Greater Waterbury for over 110 years. Licensed for 347 beds, Saint Mary's is designated as a Level II Trauma Center, offers award-winning cardiac and stroke care, and houses the region's only pediatric emergency care unit. As the leading provider of surgical services in our community, Saint Mary's was the first to introduce the da Vinci® Robotic Surgery System. The health system's satellites and affiliates serve the city of Waterbury and 17 surrounding towns.

Saint Mary's Hospital is committed to being a transforming, healing presence within the communities it serves. Guided by our charitable mission and core values, our work extends far beyond hospital or clinic walls. We continually invest resources into our communities to meet the health needs of underserved and vulnerable community members, bringing them healing, comfort and hope. Through our community benefit initiatives, we help to make our communities healthier places to live.

As an example of the benefit to our community, Saint Mary's provided **\$31,132,159** in uncompensated care last year. (Uncompensated care includes charity care, bad debt, and underpayment from public programs excluding underpayment from Medicare).

**THE BENEFITS OF THE 340B PROGRAM:** Saint Mary's uses the 340B program savings to help our community by identifying and responding to the community's unmet needs. A great example of this is Saint Mary's involvement in the **Greater Waterbury Health Improvement Partnership**. The 340B supports reinvesting our resources back into the community through new technologies, exceptional care, health services, and initiatives such as this. The partnership is an outstanding team of community organizations focused on a comprehensive approach to assessing and impacting the health needs and priorities of Waterbury and surrounding towns. Areas of focus have included access to care, mental health and substance abuse, chronic disease, tobacco use and asthma, and health communications.

We also use our 340B savings to provide these additional programs to benefit our community:

- Breast and Cervical Cancer Early Detection
- WISEWOMAN Heart Disease Program
- Northwest Medical Home Initiative
- Patient Navigator Program for Heart Disease

## FINANCIAL IMPACT OF 340B PROGRAM:

(A) GPO or other Estimated Acquisition Costs	Minus -	(B) Actual 340B Acquisition Costs	Plus +	(C) Benefit from Contract Pharmacy Arrangement	Equals =	(D) Estimated Savings of 340B Program
\$18,122,818		\$10,242,713		\$0		\$7,880,105
(E) Actual WAC Costs	Minus -	(F) GPO or other Estimated Acquisition Costs	Plus +	(G) Administration and Compliance Costs	Equals =	(H) Estimated Costs of 340B Program
\$2,167,683		\$1920,261		\$128,360		\$375,782
Total Estimated Benefit of 340B Program (D-H)						\$7,504,323
Hospital Total Drug Expenditures (I)						\$16,402,392