# National Survey of the 340B Drug Pricing Program: Quantitative Evaluation of the Services Provided by the U.S. Hemophilia Treatment Centers

Authors: Trujillo M,<sup>1</sup> Forsberg AD,<sup>2</sup> Drake J,<sup>1</sup> Cheng D,<sup>2</sup> McLaughlin K,<sup>3</sup> McKernan L<sup>4</sup>

Usion of Children with Special Health Care, Genetics Branch, Rockville, MD; Dartmouth Hitchcock Hemophilia Center, Lebanon, NH

## Background

The national network of 135 federally funded Hemophilia Treatment Centers (HTCs) has provided care to individuals with inherited bleeding disorders since 1976. In 2015, the HTCs provided care to over 40,000 individuals. Over the years, level funding has greatly reduced the federal support for services, requiring the HTCs to find alternate resources, including institutional support to maintain the comprehensive care model. In 1992, Congress established the 340B Drug Pricing Program, which allows participating HTCs to purchase clotting factor at a discounted rate and generate program income to stretch scarce federal dollars and limited institutional support. In 2014, the regional networks reported to the federal government the amount of income generated from the program and that 569 full-time equivalents (FTEs) were supported by the program that year. However, the report on the number of FTEs does not include the associated services supported by the program. In 2014, the National Hemophilia Program Coordinating Center (NHPCC), which is funded by the federal government through the American Thrombosis and Hemostasis Network (ATHN), collaborated with the HTCs to conduct a survey to quantify the HTCs' services generated by the sale of clotting factor by the 340B Drug Pricing Program.

#### FTEs of Clinical Staff Paid for by 340B Funding. HTCs Reporting = 83.

| Position                         | FTEs  |
|----------------------------------|-------|
| Physicians                       | 73.3  |
| Fellows                          | 1.4   |
| Nurses, NPs and PAs              | 176.7 |
| Social workers and psychologists | 64.0  |
| Physical therapists              | 41.3  |
| Genetic counselor                | 10.6  |
| Other professional staff         | 80.1  |
| Administrative staff             | 111.5 |
| Consultants                      | 13.2  |
| Total FTEs                       | 569.2 |

## Methodology

A 340B work group of the NHPCC developed a questionnaire to collect quantitative data on HTC utilization of 340B income to support HTC services. The questionnaire collected information on:

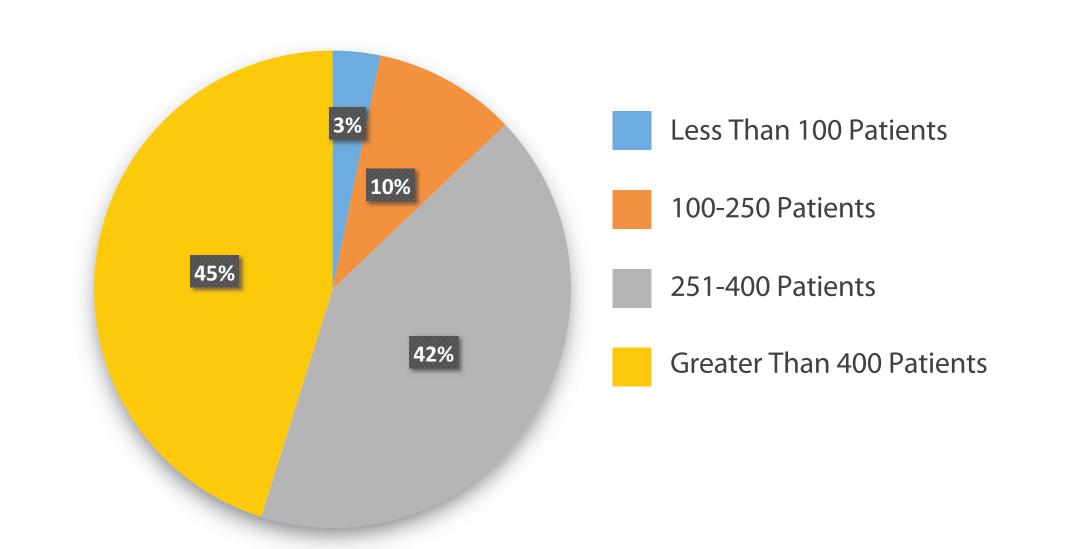
- Services provided by the HTCs
- Annual number of encounters for each service
- Services funded by 340B program income
- Extent to which 340B program income funded each service
- Funding level for each service was defined as:
- At least 90%
- More than 50% but less than 90%
- Less than or equal to 50%

The percentage of centers reporting each level of funding was analyzed. Centers with established 340B programs were asked to participate.

## Results

The survey was sent to 37 HTCs with established 340B programs; 31 HTCs completed the survey. The majority of centers (87%) reported serving more than 250 patients, with 42% serving over 400 patients. It is estimated that over 10,000 patients are served by the responding HTCs.

#### **Distribution of Center Size**



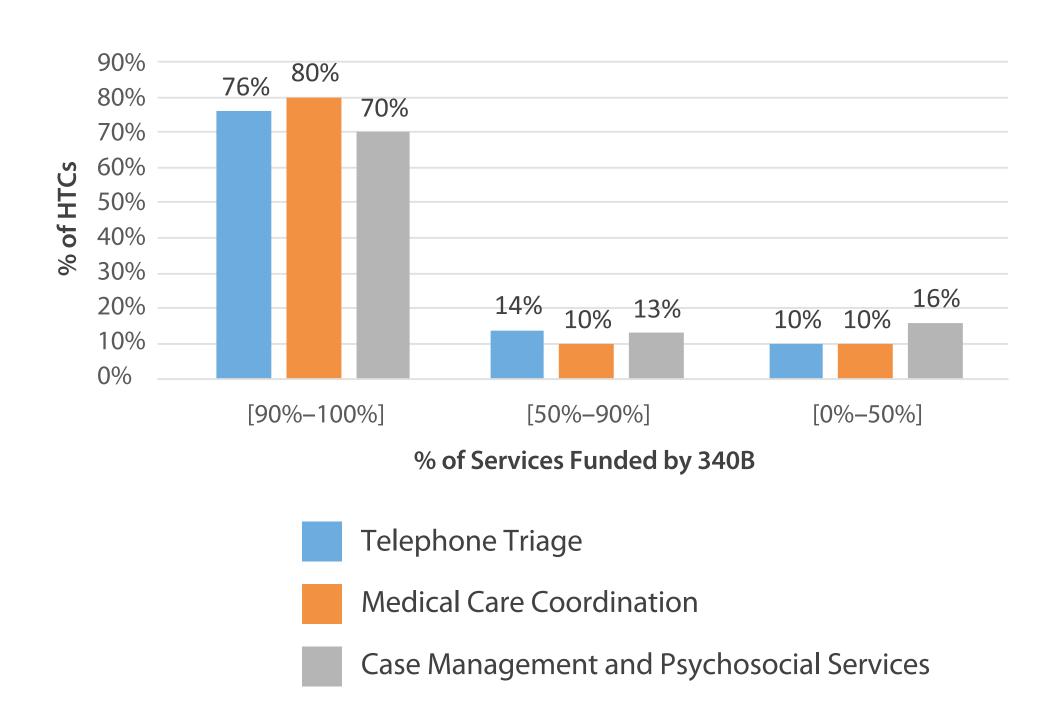
There were two levels of analysis: The first was the analysis of the HTC's level of 340B program income used to support the delivery of six categories of services. The second analysis evaluated the level of services that are generally not billable to two third-party payers and generally considered to be not reimbursable, including:

- 1. Comprehensive care visits
- 2. Outpatient and other follow-up visits
- 3. Coordination of care
- 4. Patient/family education and support
- 5. Camp services
- 6. Outreach and telemedicine clinics

### **Comprehensive Care Services**

The graph below shows the number of annual comprehensive care visits by core staff. It demonstrates that (with the exception of hematologists) the HTCs rely on the 340B program income to support the staff at the comprehensive care visits.

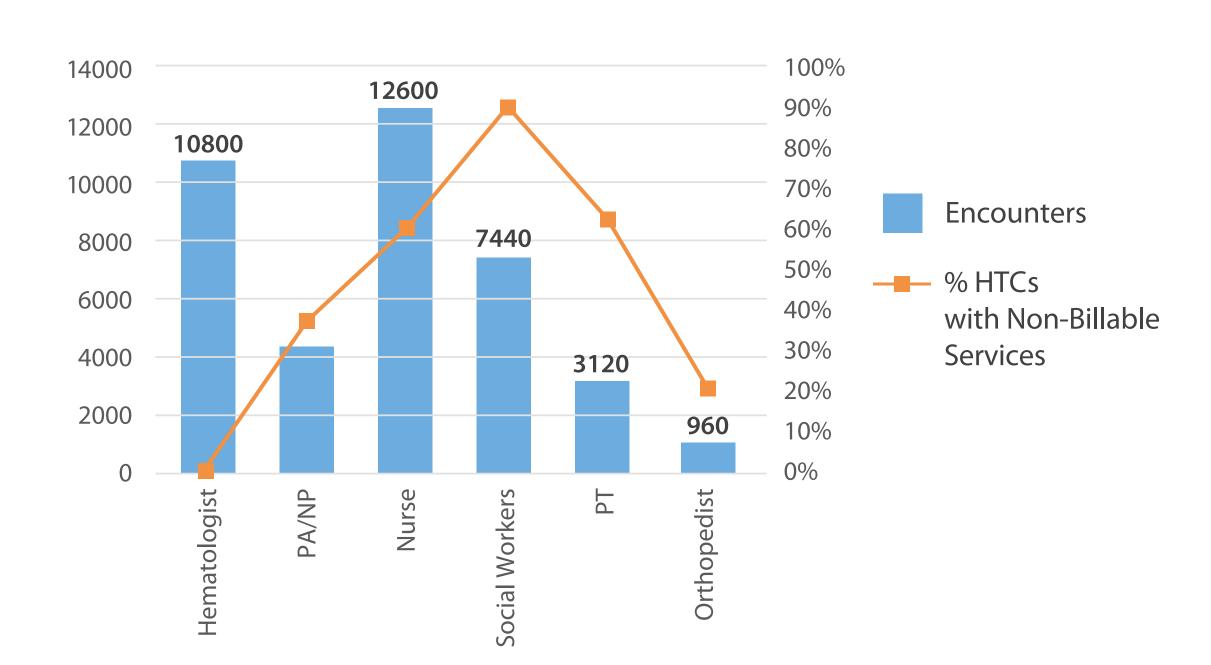
#### Percent of Centers by Level of Funding Using 340B Program Income **for Care Coordination**



## **Outpatient and Follow-Up Visits**

The 340B program income support of clinical staff salaries at outpatient and follow-up visits is similar to that of the comprehensive care visits. Most centers fund >50% of the salary costs of non-physicians utilizing 340B program income. For example, over 90% of centers use 340B funding to support social workers.

#### **Outpatient and Follow-Up Visits**



#### **Home Visits and School Visits**

Home and school visits by the HTC team are almost entirely supported by the 340B program income.

#### Home and School Visit Encounters and Percentage Reporting Services That Are Non-Billable

|               | Number of encounters | Percent non-billable |
|---------------|----------------------|----------------------|
| Home visits   | 4200                 | 100%                 |
| School visits | 432                  | 100%                 |

## Telephone Triage, Care Coordination and Case Management and Encounters

The majority of centers support coordination of care and case management services with 340B program income at the >90% level. These services are typically not funded by third-party payers.

#### 340B Drug Pricing Program Support for Telephone Triage, Care Coordination and Case Management

| Hemophilia Treatment<br>Center Services | # of<br>Encounters | % of HTC's Reporting ≥ 90% 340B Funded |
|---|--------------------|--|
| Telephone Triage Urgent/Emergent        |                    |  |
| Annual Mean Encounters per HTC          | 1,968              | 76%                                    |
| Annual Total Encounters 29 HTC          | 57,072             | 76%                                    |
| Medical Care Coordination               | •                  |  |
| Annual Mean Encounters per HTC          | 2,088              | 80%                                    |
| Annual Total Encounters 30 HTC          | 62,640             | 80%                                    |
| Care Management/Psychosocial/Voc        | ational            |  |
| Annual Mean Encounters per HTC          | 960                | 70%                                    |
| Annual Total Encounters 30 HTC          | 28,800             | 70%                                    |
| Patient Education                       | •                  | •                                      |
| Annual Mean Encounters per HTC          | 516                | 75%                                    |
| Annual Total Encounters 30 HTC          | 15,480             | 75%                                    |

## Conclusion

The regional network reported 569 FTEs at 83 HTCs were supported by 340B income in 2014. This survey of 31 HTCs—a subset of the national network—demonstrates the importance of income from the 340B Drug Pricing Program to HTCs in providing comprehensive care, care management, and patient and community education to improve access to care. All patients receive the same services regardless of whether they participate in the 340B program.

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#### Members of the 340B Work Group

Laurel McKernan, MSN, RN, co-chair Marisela Trujillo, MSW, co-chair Trish Dominic John Drake, MSN, RN Robert Fox, MBA Judy Primeaux, MS Mary Pham, Pharm.D, CHC Michelle Rice Tammy Vogel, MBA Mariam Voutsis, RN, MHA

## **NHPCC**

Ann Forsberg, MA, MPH

#### **ATHN**

Dunlei Cheng, PhD

**MCHB Hemophilia Program Project Director** 

Kathryn McLaughlin, MPH



72 Treasure Lane, Riverwoods, IL 60015 Phone: 800-360-2846 www.athn.org

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