Setting the Record *Straight*

340B and Community Benefit

Big Pharma false narrative: X

"Hospitals are using the benefits to 'pad' their bottom line."

Setting the record straight: ✓

Colorado has 68 340B hospitals. 89% of these hospitals are operating at a negative or unsustainable (less than 4%) margin.

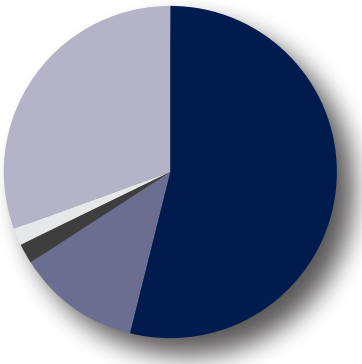
Hospitals fund $5 billion for the state's health care system with current payments for

- Medicaid
- Uncompensated care
- HCPF administrative costs
- Out-of-network hospital rate setting
- Colorado Option rate setting
- And more...

In 2022, Colorado's non-profit hospitals provided more than $2.42 billion in community benefit, or 15 percent of patient revenue, **which exceeds the benefit they receive from tax-exempt status.**

What You Need to Know:

In the most recent reporting year, Colorado hospitals invested **$2.42 billion** in their communities, including:



- **$1.15 billion** in uncompensated services for Medicaid patients
- **$330 million** in free or reduced-cost health care services
- **$43 million** in programs addressing behavioral health
- **$48 million** in programs addressing social determinants of health
- **$847 million** in other investments that address community-identified needs

These hospitals are the entities serving their communities 24/7/365, including you, your children, your parents, your neighbors, and your community.

By contrast:

The eight largest pharmaceutical companies paid a combined $2 billion in federal taxes – less than the amount that Colorado hospitals paid in community benefit.

FOR MORE INFORMATION:

Contact Bridget Frazier, CHA Senior Director of Advocacy and Government Relations, at Bridget.Frazier@cha.com

© CHA 2025

c|h|a Colorado Hospital Association