



February 20, 2015

Dear Manufacturers,

I am writing on behalf of Methodist Healthcare – Memphis Hospitals, 340B ID DSH440049, to inform manufacturers that Methodist Healthcare – Memphis Hospitals recently underwent an audit by the Health Resources and Services Administration (HRSA) of Methodist Healthcare – Memphis Hospitals' compliance with 340B Drug Pricing Program (340B Program) requirements.

As background, Methodist Healthcare – Memphis Hospitals qualified for the 340B Program as a Disproportionate Share Hospital located at 1265 Union Ave. Memphis, TN 38104 and has participated in the 340B Program since July 1, 2004.

Through the audit process, Methodist Healthcare – Memphis Hospitals was found to have non-compliance within their 340B Program and responsible for repayment as a result of the following findings:

Methodist Healthcare – Memphis Hospitals' retail pharmacy dispensed 340B drugs to ineligible individuals as prohibited by 42 USC 256b(a)(5)(B).

Methodist Healthcare – Memphis Hospitals was billing Medicaid in its retail pharmacy contrary to information contained in the HRSA Medicaid Exclusion File. This action may have resulted in duplicate discounts.

Methodist Healthcare – Memphis Hospitals has identified all affected manufacturers and has contacted each to notify them of these violations to begin a dialogue on a method for repayment to affected manufacturers. If manufacturers have not received notification from Methodist Healthcare – Memphis Hospitals and believe repayment may be owed for the violations described in this letter, or if you have any questions or comments regarding the violations described in this letter please contact:

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