



January 27, 2016

Dear Manufacturers,

I am writing on behalf of University of California Davis Medical Center (UCDMC), 340B ID DSH050599, to inform manufacturers that UCDMC underwent an audit in August 2014 by the Health Resources and Services Administration (HRSA) of UCDMC's compliance with 340B Drug Pricing Program requirements.

As background, UCDMC qualifies for the 340B program as a Disproportionate Share Hospital located in Sacramento, California, and has participated in the program since 1999.

Through the audit process, the following finding was identified requiring potential repayment to manufacturers:

UCDMC had inaccurate information in the HRSA Medicaid Exclusion File, which could have resulted in duplicate discounts as prohibited by 42 USC 256b(a)(5)(A).

Specifically, at the time of the audit, the Medicaid Provider ID for one child site, a Mammography Clinic, (DSH050599AD) was listed incorrectly in the HRSA Medicaid Exclusion File. UCDMC corrected this information in the Exclusion File on September 18, 2014.

UCDMC 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 UCDMC 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:

John Grubbs, RPh, MS, MBA
Chief Pharmacist
UC Davis Medical Center
2315 Stockton Blvd., Room 1310
Sacramento, CA 95817
916-734-3305

Sincerely,

Timothy Maurice
Chief Financial Officer