



January 14, 2016

Dear Manufacturers,

I am writing on behalf of Kossuth Regional Health Center (KRHC; 340B ID CAH161353-00) to inform manufacturers that Kossuth Regional Health Center recently underwent an audit by the Health Resources and Services Administration (HRSA) of Kossuth Regional Health Center's compliance with 340B Drug Pricing Program (340B Program) requirements.

As background, Kossuth Regional Health Center qualified for the 340B Program as a Critical Access Hospital at 1515 South Phillips Street, Algona, IA 50511 and has participated in the 340B Program since October 1, 2012.

Through the audit process, Kossuth Regional Health Center was found to have non-compliance within their 340B Program and responsible for repayment as a result of the following finding(s):

340B drugs were not properly accumulated. KRHC did not have adequate controls in place to ensure proper accumulation and prevention of diversion of 340B drugs, as prohibited by 42 USC 256b(a)(5)(B).

KRHC dispensed a 340B drug to an ineligible individual, as prohibited by 42 USC 256b(a)(5)(B). In one instance, KRHC did not provide documented evidence to show that all the patient definition criteria was met.

Kossuth Regional Health Center has identified all affected manufacturers and has contacted each to notify them of these violations to being a dialogue on a method for repayment to affected manufacturers. If manufacturers have not received notification from Kossuth Regional Health Center and believe repayment may be owed for the violations described in this letter please contact Jason Feucht, CFO at 515-295-2451 or at 1515 South Phillips, Algona, IA 50511.

Sincerely,

Scott Curtis

Administrator/CEO Kossuth Regional Health Center