



## Educational Grants Frequently Asked Questions

### 1. Why is information about educational grants being disclosed?

Janssen is proud to have the privilege of providing educational grants to support independent educational activities, which are intended to contribute to better patient care. We believe that being transparent with this information is the appropriate action to demonstrate our commitment to providing the highest quality healthcare products and services, including support for medical education.

In addition to the information we disclose about educational grants on this website, we annually report certain information related to educational grants to the Centers for Medicare and Medicaid Services (CMS), in compliance with the requirements of the Physician Payments Sunshine Act, commonly known as Open Payments, and its implementing regulations.

### 2. What grant information does Janssen disclose?

Janssen discloses the following information about educational grants:

- Name, city and state of the recipient organization
- Name, city and state of the accrediting organization (if applicable)
- Date and amount of the payment
- Date the educational activity will be initiated
- Title of the educational activity

### 3. What types of educational support does Janssen provide?

- **Accredited Continuing Education:** educational programs for healthcare providers such as physicians, nurses and/or pharmacists that provide continuing education credits.
- **Non-Accredited Professional Educational Activities:** educational programs for healthcare providers such as physicians, nurses, and pharmacists that do not provide continuing education credits. As a condition for funding, to the extent Janssen products are discussed as part of such funded activities, Janssen requires that such discussion be done in a manner consistent with the FDA-approved labeling.
- **Patient Education:** printed/online educational materials produced for people living with a particular disease or condition.
- **Fellowships:** support for bona fide fellowship programs at teaching institutions, medical societies and cooperative groups. We may also support travel scholarships for fellows, residents or healthcare providers in training to attend relevant major medical or scientific conferences for the purpose of education. All support is in compliance with the AMA Council on Ethical and Judicial Affairs Gifts to Physicians from Industry.

### 4. Who is the "grant requestor(s)"?

This is the organization requesting the independent educational grant from Janssen and is typically an accredited educational provider or similar organization responsible for designing and conducting an educational activity. The accredited educational provider is the organization that signs the letter of agreement/contract with Janssen and has ownership of



the educational activity, controlling all aspects of the activity or program. Individual healthcare professionals or private healthcare professional practices are not eligible to receive grant funding.

To be consistent with accepted industry standards (Accreditation Council for Continuing Medical Education, American Nurses Credentialing Center, and American College of Physician Executives), a continuing education provider may specify a co-sponsor in the letter of agreement. This does not include organizations retained by the provider in a subcontracting relationship that supply administrative or logistical services.

**5. Who decides the name/title of an educational activity?**

The grant requestor and/or accredited continuing education provider is in complete control of all aspects of their educational activity including the title, scope of activity, faculty and audience selection, content, distribution and evaluation of the program. For disclosure purposes, the title of the educational activity is obtained from the information provided with the grant submission.

**6. How is the total amount of the grant determined and distributed?**

The total amount approved for funding is based on the grant request and the grant committee's funding decision. The grant committee may decide to provide full or partial funding; funding can be of an equal or lesser amount than requested in the grant application. The amount provided is specified in the letter of agreement/contract. The disclosure report posted by Janssen reflects the funding we provided and does not include or address funding secured by the grant-requesting organization from sources other than Janssen. The accredited educational provider has complete control over the distribution of funds received from Janssen and the choice of co-sponsor(s).

**7. What other information will help understand how grant funding is disclosed on our website?**

Every grant request received undergoes a thorough review, which follows a well-defined process to ensure funding is provided in accordance with company policies and accepted standards (e.g., United States Food and Drug Administration, Accreditation Council for Continuing Medical Education, Office of Inspector General, and Pharmaceutical Research and Manufacturers of America). A grant only can be approved for funding after it has undergone rigorous review. The funding amount may be divided into partial payments that are stated in the letter of agreement/contract between the accredited educational provider and Janssen. Janssen discloses all payments made to accredited educational providers within a defined calendar quarter.

**8. What information is not reflected in the grant funding amounts we have disclosed?**

The payment information posted on this site does not itemize the amount of funds the grant requestor may pay to third parties as "pass-through" expenses associated with building healthcare provider awareness of the educational activity and conducting the event. Typical pass-through expenses may include: fees (e.g., accreditation/certification, CE certificates,



sub-contractors, medical societies, etc.), administrative costs (e.g., printing, postage, etc.), logistical support (e.g., room rental, audio/visual equipment rental, etc.), faculty honorarium and travel expenses, and other expenses. However, the total grant amount disclosed would include these expenses in the aggregate.

9. **Why do some funds appear to be reported for the same amount across multiple quarters?**

All reporting is based on actual payments made, not on total dollar amounts approved for each grant request. There may be certain situations where grant requests are approved with installment payments of equal or similar value spread over time. Usually these will occur when more complex educational activities with multiple components are approved. Payments are disbursed upon completion of project milestones that demonstrate the activity is proceeding as originally proposed, as defined by the accredited provider/educational sponsor.

10. **Is the volume of requests and the number of approvals generally consistent over the course of a calendar year?**

The number of grant requests Janssen receives varies throughout the year. The quantity, timing, and nature of requests are determined by the needs of accredited providers/educational sponsors submitting proposals to Janssen. In addition, changes in the availability of Janssen funds may affect the volume and value of grants provided.

11. **What is the difference between a charitable contribution and an educational grant?**

Educational grants are provided for bona fide educational activities and fall into one of the following categories:

- **Accredited Continuing Education:** educational programs for healthcare providers such as physicians, nurses, and/or pharmacists that provide continuing education credits.
- **Non-Accredited Professional Educational Activities:** educational programs for healthcare providers such as physicians, nurses, and pharmacists that do not provide continuing education credits.
- **Patient Education:** printed/online educational materials produced for people living with a particular disease or condition.
- **Fellowships:** support for bona fide fellowship programs at teaching institutions, medical societies and cooperative groups. We may also support travel scholarships for fellows, residents or healthcare providers in training to attend relevant major medical or scientific conferences for the purpose of education. All support is in compliance with the AMA Council on Ethical and Judicial Affairs Gifts to Physicians from Industry.

Charitable contributions describe donations that are used for purposes other than healthcare professional education initiatives. Charitable contributions may be cash or product donations:

- A cash charitable contribution is a financial donation that is philanthropic in nature and provided to a nonprofit organization to support a specific community-based (or regional/national) program, project or event;
- A product donation is provided through specific product-giving programs to non-government organizations generally responding to disasters, medical relief efforts or basic healthcare needs in underserved communities.

**12. How are programs that are jointly supported by Janssen and another business reported?**

As each business is a separate legal entity, the individual company that signs the letter of agreement and provides the funds directly to the requesting organization reports the program.

**13. What is the reporting timeframe in the transparency reports on Janssen.com?**

Funding information is reported on a calendar quarter basis.

**14. Why might one see duplicate payments reported in different quarters on this website?**

In the rare event that a requesting organization reports a lost check, the same payment may appear more than once on this website.

**15. What happens when the grant recipient does not require, or use, all of the funds originally specified for an activity?**

An educational provider/sponsor may reconcile their budget following an activity and find that they have unused funds remaining. As established in the written agreement and in accordance with our policy, Janssen requires that unused funds already disbursed to the educational provider/sponsor be returned to our organization. Janssen reports the unused funds received from an accredited provider/educational sponsor as a lump sum in the quarter the funds are returned. For the purposes of accuracy, Janssen reports the actual funds disbursed to a grant applicant and, if applicable, the educational partners as specified in the written agreement. Should the educational activity not require all of the funds originally specified in the agreement, those funds not required would not be disbursed.