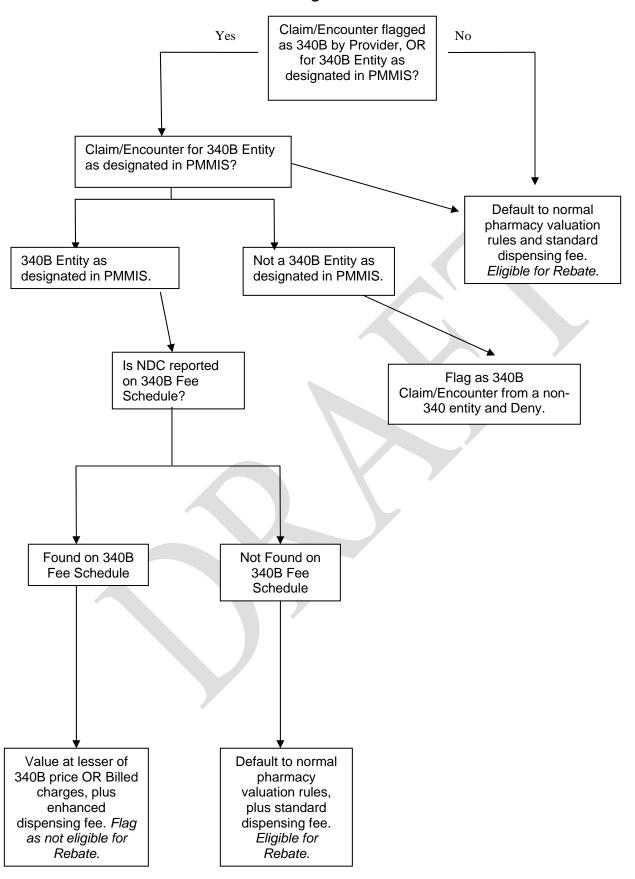
340B Pricing - Effective 2/1/2012 *



340B Pricing - Effective 2/1/2012 *

Definitions:

340B Claim – A pharmacy claim from a 340B entity or 340B contracted entity, flagged as a 340B claim and where the drug reported is found on the 340B Fee Schedule.

Non-340B Claim – A pharmacy claim from a non-340B/340B contracted entity; OR a pharmacy claim from a 340B entity or 340B contracted entity, not flagged as a 340B claim; OR a pharmacy claim from a 340B entity or 340B contracted entity, flagged as a 340B claim, but drug reported is not found on the 340B Fee Schedule.

<u>Dispensing Fees</u> –

- Claim/Encounter from a 340B entity, for a pharmacy item found on the 340B Fee Schedule, valued at the 340B price = Enhanced dispensing fee
- Claim/Encounter from a 340B entity, for a pharmacy item found on the 340B Fee Schedule, valued at Billed charges (due to lesser of logic) = Enhanced dispensing fee
- Claim/Encounter from a 340B entity, for a pharmacy item not found on the 340B Fee Schedule, valued under normal pharmacy rules = Normal Dispensing fee
- Claim/Encounter flagged as 340B by provider, not a 340B entity valued under normal pharmacy rules = Deny.
- Claim/Encounter not flagged as 340B by provider, not a 340B entity valued under normal pharmacy rules = Normal Dispensing fee

Pharmacy Valuation Hierarchy "To Be" -

Valuation is qualified as the lesser of the billed charges or the calculated valuation (except Negotiated Settlement or PA Special Rate).

- Negotiated Settlement
- PA Special Rate
- PA Rate
- Provider Specific Rate
- Provider Type Rate

• 340B Price (added)

- AHC Special Rate
- Generic (dispensed or brand dispensed but not requested and generic available) Lesser of MAP, EAC or MAC
- Brand (requested and dispensed) Lesser of EAC or MAC
- Brand (not requested but dispensed, no generic available) EAC
- Manual Price

Plus Dispensing Fee (Normal or 340B)

Normally do not occur on Pharmacy claims. Component of overall valuation hierarchy.

340B Pricing - Effective 2/1/2012 *

Key System Changes: (SSR 2011-0224)

- New 340B fields from NCPDP PAH file
- Claims Pricing Logic
- Encounters Valuation Logic
- New edits to compare calculated valuation vs. reported PBM allowed or Health Plan Paid
- New edits to fail when claim/encounter flagged as 340B from a non-340B provider per PMMIS
- 340B Entity Indicator in Provider
- 340B Indicator for claims/encounters paid as 340B for Rebate exclusion

