

PACE/CRDP

PROVIDER BULLETIN

January 24, 2020

34ØB PRICING

Pharmacy providers enrolled as 34ØB providers are reminded that, in accordance with HRSA (Health Resources and Services Administration) rules, claims submitted using pharmaceuticals purchased through the 34ØB Drug Discount Program must bill all Programs administered by the Department of Aging at a Usual and Customary price that reflects the 34ØB discounted price.

Federal law prohibits pharmaceuticals purchased using the 34ØB Pricing Program to be billed to the Commonwealth of Pennsylvania at any price other than the discounted price of these prescription drugs that were purchased through Section 34ØB of the Public Health Service Act.

The following fields are to be used to identify claims submitted using 34ØB pricing:

- Submission Clarification Code Field (42Ø-DK): enter 2Ø indicating a 34ØB drug
- Ingredient Cost (Field 4Ø9-D9) is to contain the Actual Acquisition Cost (AAC)
- Basis of Cost Determination (Field 423-DN): enter Ø8 for 34ØB/Disproportionate Share Pricing/Public Health Service.

Claims for brand/single source 34ØB pharmaceuticals will be reimbursed on the lower of the provider's Usual and Customary (U&C) price that reflects the 34ØB discounted price or the Wholesale Acquisition Cost (WAC) minus 49% plus dispensing fee.

Claims for generic 34ØB pharmaceuticals will be reimbursed on the lowest of:

- the provider's Usual and Customary (U&C) price that reflects the 34ØB discounted price,
- the Wholesale Acquisition Cost (WAC) minus 49% or
- the Federal Upper Limit (FUL) price plus dispensing fee.

NOTE: 340B claims found to be dispensed to 340B eligible cardholders, but not submitted with the 340B claim identifiers described above will be disallowed on audit.

Questions may be directed to Provider Services at 1-800-835-4080