

Donald Ross, Manager  
DMAP Medicaid Policy and Planning Section

**Number:** DMAP-IM-13-029

**Authorized Signature**

**Issue Date:** 04/08/2013

**Topic:** Medical Benefits

**Subject:** Provider announcement: Reminder about billing for Oregon Medicaid prescriptions purchased through 340B Drug Program

**Applies to:**

- |  |   |
|--|---|
| <input type="checkbox"/> All DHS employees             | <input type="checkbox"/> County Mental Health Directors   |
| <input type="checkbox"/> Area Agencies on Aging        | <input type="checkbox"/> Aging and People with Disabilities   |
| <input type="checkbox"/> Children, Adults and Families | <input checked="" type="checkbox"/> Other (please specify): DHS and OHA staff and others identified on the APD, CAF, AMH and DMAP transmittal lists |
| <input type="checkbox"/> County DD Program Managers    |   |

**Message:**

DMAP will post the following [OHP Provider Announcement](#) and distribute via eSubscribe. It reminds 340B pharmacies to only bill acquisition cost for drugs purchased through the 340B Drug Program.

*If you have any questions about this information, contact:*

<b>Contact(s):</b>	Trevor Douglass, DMAP Pharmacy Program Manager		
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<b>E-mail:</b>	<a href="mailto:trevor.douglass@state.or.us">trevor.douglass@state.or.us</a>		



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[www.oregon.gov/OHA/healthplan](http://www.oregon.gov/OHA/healthplan)

**Date:** April 8, 2013

**To:** 340B Drug Program providers

**From:** Tom Burns, Director  
OHA Pharmacy Programs

**Subject:** Reminder about billing for 340B drugs

It has come to our attention that some 340B pharmacies are billing some Oregon Medicaid prescriptions at a rate higher than federal 340B pricing. We would like to remind you that 340B pharmacies are expected to bill actual acquisition cost for 340B drugs.

Reimbursement is the lesser of the acquisition cost, the Federal Upper Limit, or federal 340B pricing. This applies to all Medicaid claims for drugs purchased through the [340B Drug Program](#), for both managed care and fee-for-service populations.

### What you should do?

When billing for 340B drugs, please be sure to bill the acquisition cost only, plus a dispensing fee. For more information, refer to *Oregon Administrative Rule 410-121-0155, Reimbursement*, in the [DMAP Pharmaceutical Services administrative rulebook](#).

If you bill an OHP managed care organization or coordinated care organization, 340B entities may negotiate dispensing fee terms with each organization.

### Questions?

If you have any questions about this announcement, contact the Provider Services Unit at [dmap.providerservices@state.or.us](mailto:dmap.providerservices@state.or.us) or call 1-800-336-6016, Monday through Thursday, 8:30 a.m. to 4:00 p.m. and Friday 10 a.m. to 4:00 p.m. (telephone lines are closed 11:30 a.m. to 12:30 p.m. daily).

Thank you for your continued support of the Oregon Health Plan and the services you provide to our members.

**Help us improve future announcements:**

[Click here](#) to answer six survey questions about this provider announcement.