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ARCHIVES DIVISION

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PERMANENT ADMINISTRATIVE ORDER

DMAP 137-2024

CHAPTER 410

OREGON HEALTH AUTHORITY

HEALTH SYSTEMS DIVISION: MEDICAL ASSISTANCE PROGRAMS

FILED

11/20/2024 11:59 AM ARCHIVES DIVISION SECRETARY OF STATE & LEGISLATIVE COUNSEL

FILING CAPTION: Amending Rules to Update Dispensing Fees Based on Recommendations from Cost to Dispense

Survey.

EFFECTIVE DATE: 12/01/2024

AGENCY APPROVED DATE: 11/18/2024

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AMEND: 410-121-0160

NOTICE FILED DATE: 09/30/2024

RULE SUMMARY: In compliance with SB 608, the Oregon Health Authority conducted a pharmacy cost-of-dispensing survey to update dispensing fees for enrolled pharmacy providers. The updated fees reflect the survey's recommendations.

CHANGES TO RULE:

410-121-0160 Dispensing Fees ¶

- (1) Effective January 1, 2018, professional dispensing fees allowable for services shall be reimbursed as follows:¶ (a) All enrolled chain affiliated This rule does not apply to IHS and Tribal 638 pharmacies with ten or more pharmacies under common ownership shall be reimbursed at a rate of \$9.80 per claim. A "chain affiliated pharmacy" shall be defined as a pharmacy that is part of a group of pharmacies under common ownership and does not include fully independent pharmacies or franchise pharmacies;¶
- (b) Independently owned pharmacies in communities that are the only enrolled pharmacy within a fifteen (15) mile radius from another pharmacy shall be reimbursed at a dispensing fee of \$14.30 per claim; that are reimbursed according to the IHS All-Inclusive Rate (AIR) methodology as described in OAR 410-146-0200.¶
- (2) Effective December 1, 2024, professional dispensing fees allowable for services shall be reimbursed as follows:¶
- (ea) All 340B pharmacies operated by a 340B covered entity shall be reimbursed at a rate of \$14.3020.86 per claim;¶
- (db) All other enrolled independently owned pharmacies excluding those in 410-121-0160(b) and (c) Except as described in OAR 410-121-0160(2)(c), all other enrolled pharmacies shall be reimbursed based on anthe individual pharmacy's annual claims volume as follows: \P
- (A) Less than $\frac{340,000}{1}$ claims a year = $\frac{14.30}{1}$ ("lowest volume tier") = $\frac{16.87}{1}$
- (B) Between 340,000 and 679,999 claims per year = 11.943;
- (C) 780,000 or more claims per year = 9.80.¶
- (2) All Division enrolled independent pharmacies ("highest volume tier") = \$9.99¶
- (c) Critical Access Pharmacy (CAP) as defined in OAR 431-121-2000(4) shall be reimbursed at the lowest volume

tier regardless of volume. The Division shall apply the CAP designation according to the most recently posted quarterly assessment. ¶

- (3) All Division enrolled pharmacies subject to this rule shall be required to complete an annual survey that collects claim volumes from enrolled pharmacies and other information from the previous 12-twelve (12) month period to determine the appropriate dispensing fee reimbursement:
- (a) Claims volume shall be stated by total OHPregon Health Plan (OHP) covered prescriptions and claims from all payer types;¶
- (b) Survey activities shall be conducted by either the Division or its contractor and must be completed and returned by pharmacies within <u>fourteen (14)</u> days of receipt;¶
- (c) Completed surveys must be signed with a letter of attestation by the store owner or majority owner;¶
- (d) Pharmacies <u>other than IHS or Tribal pharmacies</u>, that fail to respond to the survey or do not include the letter of attestation shall default to the <u>lowest dispensinghighest volume</u> tier;¶
- (e) Once a <u>volume-based</u> tier is established for a calendar year, the pharmacy's dispensing fee shall remain in that tier until the next annual claims volume survey is conducted;¶
- (f) Newly enrolled 340B pharmacies shall be reimbursed at a rate of \$14.3020.86 per claim. All other independent pharmacies shall be defaulted to the lowest dispensinghighest volume tier until the next claims volume survey is conducted.¶
- (3) All chain affiliated pharmacies shall be exempt from completing the annual claims volume survey.¶ [Publications referenced are available from the agency.]

Statutory/Other Authority: ORS 413.042, 414.065

Statutes/Other Implemented: ORS 414.065