



NYS MEDICAID FEE FOR SERVICE (FFS) NCPDP D.0 SYSTEM EDITING ON 340B DRUG CLAIMS

340B drug claims submitted via the NCPDP D.0 format need to be properly identified as 340B and submitted at the 340B acquisition cost.

The following fields are required on Medicaid 340B drug claims submitted in the NCPDP format:

Field	Medicaid Primary Claim	Medicaid Secondary Claim (Medicare; Commercial)
420-DK, Submission Clarification Code (SCC)	20	20
423-DN, Basis of Cost Determination (BCD)	08	
409-D9 Ingredient Cost Submitted	340B Acquisition Cost	
426-DQ Usual and Customary Cost (U&C)	Lowest Net Charge to Cash Customers	Lowest Net Charge to Cash Customers

Effective February 22, 2018, editing will be put in place that will require a pharmacy to submit all three fields when identifying a NCPDP pharmacy drug claim as 340B when the claim is billed to Medicaid as primary payor. Additionally, editing will check the ingredient cost submitted against the drug’s 340B ceiling price as defined by the Health Resources and Services Administration (HRSA).

Pharmacies are still expected to submit field **426-DQ**, Usual and Customary Cost, as the lowest net charge to cash customers for the same prescription.

The above guidance clarifies previous billing guidance for NYS Medicaid FFS 340B claims submitted via the NCPDP D.0 format by specifying that 340B acquisition cost **MUST** be reported in field 409-D9, Ingredient Cost Submitted.

Please note that Medicaid takes a rebate on every claim it pays on; therefore, the value of ‘**20**’ in field 420-DK, Submission Clarification Code **MUST** be included on a 340B claim even when Medicaid is paying as secondary. This will enable Medicaid to remove the claim from rebate invoicing.

Billing questions regarding the FFS program should be directed to the eMedNY Call Center at (800) 343-9000.