

Division of Medical Services

P.O. Box 1437, Slot S401, Little Rock, AR 72203-1437 P: (501) 682-8292 F: (501) 682-1197

OFFICIAL NOTICE

TO: Health Care Providers – All Providers

DATE: March 21, 2023

SUBJECT: Upcoming 340B Medical Billing Changes

I. <u>General Information</u>

As previously communicated, Arkansas Medicaid is working on updates to the MMIS core system to mandate the use of the 340B modifiers (JG or TB) for all 340B eligible non-pharmacy claim lines. **The official planned implementation start date is 4/1/2023**.

- There is no billing change for current outpatient global billing codes.
- The procedure codes for outpatient surgical procedures that are global codes includes all related non-physician services. Separate charges should not be billed for drugs, injection, supplies, room charges, etc. See Section 272.160 in the hospital manual.
- 340B providers should supply the 340B modifiers only when current billing rules would mandate the appropriate J-Code.
- FQHC and RHC 340B providers are not required to supply the 340B modifiers. However, per current Medicaid policy, all 340B Covered Entities (including FQHC and RHC 340B providers) must ensure that the appropriate billed charges are configured to actual invoice price, but not to exceed ceiling price.

If you have questions regarding this notice, please contact Cynthia Neuhofel with the Arkansas Department of Human Services at (501) 683-4120, or by email at cynthia.neuhofel@dhs.arkansas.gov.

If you need this material in an alternative format, such as large print, please contact the Office of Rules Promulgation at (501) 534-4138.

Arkansas Medicaid provider manuals (including update transmittals), official notices, notices of rule making, and remittance advice (RA) messages are available for download from the <u>Division of Medical Services website</u>.

Thank you for your participation in the Arkansas Medicaid Program.

Elizabeth Pitman		
Director		