

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: April 29, 2025

SUBJECT: New Edit for 340B Medical Billing

I. <u>General Information</u>

The Arkansas Department of Human Services has made updates to the MMIS core system to ensure claims are billed in accordance with the National Drug Code (NDC) billing instructions found in Section II of the appropriate Provider Manuals noted below:

Ambulatory Surgical Center §242.400 Certified Nurse-Midwife §272.531 Critical Access Hospital §272.102 End-Stage Renal Disease §272.102 Family Planning §292.910 Home Health §242.143 Hyperalimentation §242.401 Hospital §272.102 Independent Lab §292.910 Independent Radiology §292.910 Nurse Practitioner §252.438 Oral Surgeon §292.910 Podiatrist §242.450 Physician §292.910 Primary Care Physician §292.910 Prosthetics (includes DME and Orthotics) §242.401 Radiation Therapy Center §292.910 Transportation §252.110

Effective May 1, 2025, a new edit will post and pay all claims which are not billed in accordance with Arkansas Policy related to the Drug Procedure (HCPCS/CPT) to NDC Relationship and Billing Principles.

- To ensure your claims are billed correctly and with appropriate units, providers should refer to examples found in Section II of the appropriate manuals noted above.
- There are NDC Units Calculator tools available through various vendors.

Explanation of Benefit (EOB) 1257 - Submitted NDC Units are Greater than Covered • HCPCS Units; will appear on your remittance advice for informational purposes. However, the detail will continue through processing without denial at this time.

After the 90-day grace period, edit 1014 will be changed to deny for the claim lines that are billed incorrectly. An additional official notice will be published indicating the grace period is ending.

If you have questions regarding this notice, please contact the Provider Assistance Center at (800) 457-4454 toll-free or locally at (501) 376-2211.

If you need this material in an alternative format, such as large print, please contact the Office of Rules Promulgation at (501) 320-6428.

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

Thank you for your participation in the Arkansas Medicaid Program.

<u>S. *lizabeth Pitman*</u> Elizabeth Ritman

Director