



Division of Medical Services

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OFFICIAL NOTICE

TO: Health Care Providers – All Providers

DATE: July 28, 2025

SUBJECT: Revised: New Edit for 340B Medical Billing

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

Previously, there was a 90 day grace period for claims billed incorrectly where edit 1014 was set to Post and Pay when billed incorrectly. This grace period has now ended.

Effective August 1, 2025, this new edit will Deny all claim lines 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.

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 Policy and Rules 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.

S. Elizabeth Pitman

Elizabeth Pitman
Director