



Division of Medical Services

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OFFICIAL NOTICE

TO: Health Care Providers – All Providers

DATE: August 29, 2023

SUBJECT: Upcoming Changes for 340B Medical Billing

I. General Information

Arkansas Medicaid is working on updates to the MMIS core system to mandate the use of 340B Modifiers JG (340B Acquired Drug) or TB (Tracking 340B Acquired Drug) for all 340B eligible non-pharmacy claim lines, with implementation on or after 1/1/2023.

- All 340B Covered Entities enrolled with Arkansas Medicaid (Medicaid Exclusion File) will need to ensure that billing systems will send the appropriate modifier for all Medicaid clients.
- In addition, per current Medicaid policy, all 340B Covered Entities must ensure that the billed charges with the new mandated modifiers are configured to the actual invoice price. These billed charges must also be configured not to exceed ceiling price.

Additional information including the date of the official implementation will be sent out later.

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 [Division of Medical Services website](#).

Thank you for your participation in the Arkansas Medicaid Program.

/s/ David Jones on behalf of:

Elizabeth Pitman
Director