PACE/CRDP/SPBP PROVIDER BULLETIN

May 10, 2013

FUL (Federal Upper Limit) Reprocessing and New FUL August Pricing

FUL REPROCESSING

The incorrect FUL prices received from Medical Economics (Red Book) pricing files and applied to claims in June through October 2012 have been identified and are being reprocessed.

Beginning with the Remittance Advice of May 24, 2013, the Program will reverse and resubmit these claims. These reversed and resubmitted claims will appear on R/A's accompanied by the code "ZZ" in Field CLPØ6 "Claim Filing Indicator Code". Because of the complexity involved, this process will involve multiple Remittance Advices.

When applicable, a gross positive adjustment will appear on the R/A. This gross positive adjustment will be the sum of the interest on the difference between what was paid and what should have been paid on the affected claims and will be identified on the PLB Segment as "REDBOOK FUL INTEREST."

Example: Three (3) claims are identified as possibly being impacted. Of the 3, 1 claim paid \$0.00 in both the original submission and the resubmittal because the cardholder's copay was greater than the allowed amount in both instances. The other 2 claims had different payment amounts. Prescription Number 000123 had an amount paid in June of \$25.00. The resubmitted claim has an amount paid of \$30.00. Prescription Number 000456 was paid \$15.00 in July. The resubmitted claim has an amount paid of \$20.00. The gross positive adjustment will be the interest calculated on this \$10.00.

NOTE: If the corrected FUL pricing reveals an overpayment, your total R/A payment will be adjusted accordingly.

NEW FUL AUGUST PRICING

The Department of Health and Human Services, Centers for Medicare & Medicaid Services has announced on their website that 42 CFR Part 447[CMS–2345–P], Covered Outpatient Drugs of

Page **1** of **2**

the Affordable Health Care Act, will become effective August 2013. These Covered Outpatient Drugs are subject to the new FUL prices.

This information is available at the following website:

http://www.medicaid.gov/Medicaid-CHIP-Program-Information/By-Topics/Benefits/Prescription-Drugs/Federal-Upper-Limits.html

On this website you can open the following documents:

<u>Draft Affordable Care Act Federal Upper Limit Methodology and Data Elements Guide [PDF]</u>

The February 2013 Draft contains the August 2013 FUL pricing in the column titled ACA (Affordable Care Act) FUL.

• Draft February 2013 FULs [ZIP]

With the implementation of new FUL prices in August, the current PACE legislative authorization will require the Program to reimburse at these new prices.

Questions may be directed to Provider Services at 1-800-835-4080.

Page **2** of **2**