

## Division of Medical Services Medicaid Pharmacy Program

P.O. Box 1437, Slot S415, Little Rock, AR 72203-1437

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March 1, 2024

**RE: Upcoming Diabetic Supply Changes** 

Prescribers, DME providers, and pharmacists,

Diabetic supplies including Continuous Glucose Monitors (CGM) will be changing to a pharmacy claim type submission by both pharmacies and DME providers in the next few months. Pharmacies will be able to begin billing diabetic supplies via regular NCPDP billing for beneficiaries starting 5/1/2024. DME providers will begin billing in the new portal starting 7/1/2024. Please note that this change will not apply to those members with Medicare Part B benefits, or for those members needing traditional insulin pumps with tubing and canula type supplies, as the current Durable Medical Equipment (DME) benefit and billing rules will remain the same as it has been and is not changing.

The new billing portal for enrolled Arkansas Medicaid DME providers for the management of diabetic supplies will be ready for testing soon. Magellan and DHS will reach out to DME providers for training and testing in the new billing portal. Until the go live date is officially announced by DHS, the current DME billing rules are in place to ensure Medicaid members have access to their needed diabetic supplies. Under the new billing rules, both pharmacy and DME providers will be able to bill the diabetic supplies like other NCPDP prescription claims. To accommodate this, DME providers will need to bill through the new Magellan web-based portal system. This change is required for the state to collect rebate, as required by Act 393 of 2023.

The new pricing methodology is Wholesale Acquisition Cost (WAC)\* of the NDC\*\* per product, plus a \$10.50 professional dispensing fee per claim/product. The WAC pricing listed is subject to change and is accurate at the time of this memorandum only. Also, the products will be managed on a Preferred Product List\*\*\*.

Further communications will be provided closer to the go live date.

For any prior authorization questions, NDC specific product questions, including WAC pricing or non-preferred products not listed, call the Magellan Help Desk at 800-424-7895.

Sincerely,
Cynthia Neuhofel, Pharm.D.
DMS Assistant Director/Pharmacy Director

- \*WAC pricing is a public pricing benchmark that is an estimate of the manufacturer's list price for drugs and products, and will change, depending on various factors. The pharmacy claim submission reimbursements will be a lesser of methodology, up to the current WAC rate, with the dispensing fee added to the reimbursement to providers.
- \*\*NDC is the National Drug Code or the National Health Related Item Code (NHRIC) and is also called the National Reimbursement Code or NRC or product code, which is the same 11-digit number uniquely identifying the product.
- \*\*\*This Preferred Product List is posted on the DHS pharmacy vendor website (<a href="https://ar.magellanrx.com/">https://ar.magellanrx.com/</a>). Any new announcements or updates will be posted on the website and emailed to all providers.

## **Products**

**NOTE:** Any product not listed below will be considered non-preferred and requires documentation of the medical necessity over preferred options.

BLOOD GLUCOSE METERS (BGMs) AND LIMITATIONS					
Manufacturer	Product Name	Limitation	WAC PRICE		
LIFESCAN	ONETOUCH ULTRA2 GLUCOSE SYSTEM	1 meter per 365	23.00		
LIFESCAN	ONETOUCH VERIO FLEX SYSTEM KIT		18.00		
LIFESCAN	ONETOUCH VERIO REFLECT SYSTEM		23.00		
TRIVIDIA HEALTH	TRUE METRIX METER	days	12.50		
TRIVIDIA HEALTH	TRUE METRIX AIR METER		17.50		
TRIVIDIA HEALTH	RELION TRUE METRIX AIR METER		17.50		

BLOOD GLUCOSE AND KETONE TESTING SUPPLIES AND INSULIN SYRINGES WITH LIMITATIONS				
Manufacturer	Product Name	Limitation without CGM	WAC PRICE	
LIFESCAN	ONE TOUCH VERIO TEST STRIPS		43.02 (50)	
			86.04 (100)	
LIFESCAN	ONE TOUCH ULTRA TEST STRIPS	200 non 21 dour	79.78 (50) 159.56 (100)	
TRIVIDIA HEALTH	TRUE METRIX TEST STRIPS	200 per 31 days	27.56 (50)	
TRIVIDIA HEALIH	TRUE WILLIAM TEST STRIFS		51.84 (100)	
TRIVIDIA HEALTH	RELION TRUE METRIX TEST STRIPS		26.00 (50)	
TRIVIDIA HEALIH	RELION TRUE WIETRIX TEST STRIPS		48.00 (100)	
ANY	INSULIN SYRINGES (with WAC pricing)	N/A	Varies	
MANUFACTURER	INSULIN PEN NEEDLES (with WAC pricing)	IN/A	Varies	
	LANCETS	200 per 31 days	Varies	
ANY	LANCING DEVICE	1 per 186 days	Varies	
MANUFACTURER	CALIBRATION SOLUTION	1 bottle per 31 days	Varies	
	URINE REAGENT STRIPS	200 per 31 days	Varies	

CONTINUOUS GLUCOSE MONITOR (CGM) PRODUCTS AND LIMITATIONS					
Manufacturer	Product Name	Limitation	WAC PRICE		
DEXCOM	DEXCOM G6 RECEIVER	1 per 365 days	365.00		
DEXCOM	DEXCOM G6 SENSOR	3 sensors per 30 days	121.88 per 1 sensor		
DEXCOM	DEXCOM G6 TRANSMITTER	1 every 90 days	237.50		
DEXCOM	DEXCOM G7 RECEIVER	1 per 365 days	299.00		
DEXCOM	DEXCOM G7 SENSOR	3 sensors per 30 days	121.88 per 1 sensor		
ABBOTT DIABETES CARE	FREESTYLE LIBRE 2 SENSOR	2 sensors per 28 days	68.07 per 1 sensor		
ABBOTT DIABETES CARE	FREESTYLE LIBRE 2 READER	1 per 365 days	70.00		
ABBOTT DIABETES CARE	FREESTYLE LIBRE 3 SENSOR	2 per 28 days	68.07 per 1 sensor		
ABBOTT DIABETES CARE	FREESTYLE LIBRE 3 READER	1 per 365 days	70.00		

INSULIN PUMP PRODUCTS AND LIMITATIONS				
Manufacturer	Product Name	Limitation	WAC PRICE	
INSULET	OMNIPOD-5 G6 PODS	15 pods (3 boxes) per 30 days	281.75 per box of 5	
INSULET	OMNIPOD-5 G6 KIT	1 per 365 days	563.50	
INSULET	OMNIPOD DASH PODS	15 pods (3 boxes) per 30 days	281.75 per box of 5	
INSULET	OMNIPOD DASH KIT	1 per 365 days	563.50	
INSULET	OMNIPOD GO ALL STRENGTHS	15 pods (3 boxes) per 30 days	149.90 per box of 5	
INSULET	OMNIPOD-5 G7 KIT	1 per 365 days	563.50	
INSULET	OMNIPOD-5 G7 PODS	15 pods (3 boxes) per 30 days	281.75 per box of 5	
MANNKIND	V-GO ALL STRENGTHS	30 (1 box) per 30 days	521.82 per box of 30	