STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT STATE: COMMONWEALTH OF PENNSYLVANIA

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DESCRIPTION OF LIMITATIONS

SERVICE	LIMITATIONS
2. Prescribed Drugs, De and Prosthetic Device Eyeglasses	
12.a. Prescribed Drugs	Limitations on Payment
(continued)	(e) Prior authorization is required for the following:
	 Multisource brand name drugs identified by the state agency as having A-rated generics available for substitution except for those brand name drugs whose net cost after rebate is less than the A-rated generic cost. Prescriptions for drugs within the following therapeutic classes when the prescribed dosage is higher than the dosage recommended by the United States Food and Drug Administration:
	 (i) Reserved (ii) Reserved (iii) Reserved (iv) Reserved (v) Reserved (vi) Reserved (vii) Reserved (viii) Reserved (xi) Reserved (xi) Reserved (xi) Reserved (xii) Gastrointestinal Agents (xiii) Reserved (xiv) Reserved (xiv) Reserved (xiv) Reserved (xiv) Reserved (xii) Reserved (xxii) Reserved

- (xxxiv) Vaccines
- (xxxv) Antiarrhythmics
- (xxxvi) Hypoglycemics, Metformins

TN# <u>11-023</u> Supersedes TN# <u>07-009</u>

Approval Date_MAR 1 9 2012

Effective Date October 17, 2011

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT STATE: COMMONWEALTH OF PENNSYLVANIA DESCRIPTION OF LIMITATIONS

ATTACHMENT 3.1A Page 5eb

SERVICE

LIMITATIONS

12.	Prescribed Drugs, Dentures,	
	and Prosthetic Devices, and	
	Eyeglasses	

Prescribed Drugs 12.a. (continued)

Limitations on Payment

3.

Drugs not included on the Preferred Drug List, and designated as non-

preferred.

- **Botulinum Toxins** 4.
- 5. Reserved
- Synagis 6.
- 7. Xolair
- 8. Tysabri

9. Early Refills - a request for a refill when more than 15 percent of an earlier-dispensed medication would remain when taken in compliance with the directions and quantity prescribed.

> 10. Reserved

11. Legend and non-legend cough and cold medications when prescribed for children under 6 (six) years of age.

- 12. Reserved
- 13. Reserved
- Benzodiazepines when prescribed for children under age 21. 14.
- 15. Reserved
- Nuedexta 16.
- 17. Makena
- 18. Xyrem
- **Drug Rebate Agreements** (f)

1. The Commonwealth is in compliance with section 1927 of the Social Security Act. The state will cover drugs of federal rebate participating manufacturers. The state is in compliance with reporting requirements for utilization and restrictions to coverage. Pharmaceutical manufacturers can audit utilization data. The unit rebate amount is confidential and cannot be disclosed for purposes other than rebate invoicing and verification.

The Commonwealth will be negotiating supplemental rebates in addition 2. to the federal rebates provided for in Title XIX. Rebate agreements between the state and a pharmaceutical manufacturer will be separate from the federal rebates.

A rebate agreement between the state and a drug manufacturer for 3. drugs provided to Medicaid recipients, submitted to CMS on October 1, 2005, and entitled "State of Pennsylvania Department of Public Welfare Supplemental Rebate Agreement" has been authorized by CMS.

The Commonwealth will continue state-specific supplemental rebates 4. and will also participate in a multi-state pooling program that will negotiate supplemental rebates in addition to federal rebates provided for in Title XIX. This multi-state pooling program is know as The Optimal PDL Solution (TOP\$sm). TOP\$sm rebate agreements will be separate from the federal rebates. TOP\$sm supplemental rebates received by the Commonwealth in excess of those required under the federal drug rebate agreement will be shared with the federal government on the same percentage basis as applied under the federal rebate agreement.

CMS has authorized the state of Pennsylvania to enter into "The 5. Optimal PDL Solution (TOP\$sm)." The TOP\$sm supplemental rebate agreement was authorized by CMS on 3/13/2007 and is effective January 1, 2007 for the state of Pennsylvania.