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

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METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES-OTHER TYPES OF CARE

SERVICES LIMITATIONS

 Individual Practitioners, i.e., Physicians, Dentists, Chiropractors, Optometrists, Podiatrists State Agency Fee Schedule Based on Established Criteria*

Prescribed Drugs

Usual and customary charge to the general public

The pharmacy's lowest net charge a medical assistance recipient would pay for a prescription as a non-medicaid patient at the time of dispensing for the same quantity and strength of a particular drug or product, including all applicable discounts, such as special rates to nursing home residents, senior citizens, or other such discounts extended to a particular group of patients, including generic drug discounts and savings programs. This lowest net price shall not apply to special in-store rates or discounts extended to charitable organizations, religious groups, store employees and their families, nonprofit organizations, members of the medical profession, or other similar non-medicaid groups.

Method of Payment

- (a) The Department will pay a pharmacy for a compensable legend and nonlegend drug by deducting the copayment amount, if applicable, from the lowest of the following amounts:
 - (1) The estimated acquisition cost (EAC) for the drug, multiplied by the number of units dispensed, plus the current dispensing fee.
 - (2) The State MAC for the drug, multiplied by the number of units dispensed, plus the current dispensing fee.
 - (3) The provider's usual and customary charge to the general public.
- (b) For purposes of medical assistance payment to pharmacies, the prescription dispensing fee is \$2.00
- (c) The Department will pay a pharmacy for a compensable compound prescription at the lower of the cost of all ingredients plus a \$3.00 dispensing fee or the provider's usual and customary charge to the general public. A compounded prescription, for the purposes of medical assistance payment, is one which is prepared in the pharmacy by combining two or more ingredients and involves the weighing of a least one solid ingredient which shall be a compensable item or a legend drug in a therapeutic amount.
- (d) For medical assistance recipients with a pharmacy benefit resource which is a primary third party payer to medical assistance, the Department will pay a \$0.50 prescription dispensing fee.

Effective Date: June 1, 2012