

**\*\*Important\*\***

## 340B Claims Processing Information

### For Pharmacy Claims processed by our Pharmacy Benefit Manager (PBM):

MDwise follows guidance provided by the Indiana Office of Medicaid Policy and Planning (OMPP) as well as the National Council for Prescription Drug Programs (NCPDP). Local, State or Federal rules or guidance will supersede these guidelines. When processing outpatient prescription drug claims, eligible pharmacies submitting claims affected by Section 340B of the Public Health Services Act are required to submit the appropriate NCPDP fields as follows:

- **NCPDP Field Number 420-DK**  
Populate a value of “20” to indicate 340B obtained drugs were dispensed.
- **NCPDP Field Number 423-DN**  
Populate with a value of “08” to indicate 340B acquisition price was used in the claim cost.

*NOTE: This only applies when the PBM has a requirement the covered entity bills at their 340B acquisition cost in field 409-D9. If no requirement exists on the MCE PBM's payer sheet, then the value “08” is not required.*

### For Physician Administered Drugs Processed as Medical Claims (CMS-I500 or UB-04):

For medical claims (e.g., hospital and other medical providers), MDwise requires providers to follow the same guidelines established by the Indiana Health Coverage Program (IHCP) for the Fee For Service program. That information is found in the Indiana Medicaid Provider Reference Module titled **“Injections, Vaccines and Other Physician Administered Drugs”**. The IHCP instructs providers to follow Medicare Guidance with regard to the proper billing procedure and use of modifiers as follows:

**Modifier JG** — Drug or biological acquired with 340B drug pricing program discount

**Modifier TB** — Drug or biological acquired with 340B drug pricing program discount, reported for informational purposes

### For questions or additional information regarding claims processing:

- **Pharmacy Benefit**
  - Contact our PBM MedImpact by phone at (844) 336-2677.
- **Medical Benefit**
  - Contact our claims processor by phone at (833) 654-9192.

#### References:

<https://www.in.gov/medicaid/files/injections%20vaccines%20and%20other%20physician-administered%20drugs.pdf>

<https://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/HospitalOutpatientPPS/Downloads/Billing-340B-Modifiers-under-Hospital-OPPS.pdf>