



MICHIGAN DEPARTMENT OF HEALTH AND HUMAN SERVICES
Medical Services Administration
Pharmacy Management Division

Summary of Pharmacy Provider Liaison Meeting on December 13, 2018

Proposed Medicaid Policy 1833-DME on Continuous Glucose Monitoring Systems

The group reviewed the proposed policy 1833-DME. The revised proposed policy was reissued for public comment on November 29th, with comments due January 3rd. A member asked whether Continuous Glucose Monitoring Systems would be covered as a pharmacy benefit. MDHHS staff explained that the Department aligns their pharmacy and medical coverage with Medicare coverage for coordination of benefit purposes. For this reason, DMEs are not covered under the pharmacy benefit.

Provider Bulletin MSA 18-47 on Enforcement of Medicaid Provider Enrollment Requirement

Federal regulations require all providers who serve Michigan Medicaid beneficiaries to be screened and enrolled in the Michigan Medicaid program. Providers must enroll through the MDHHS Community Health Automated Medicaid Processing System (CHAMPS) – the state’s online Medicaid enrollment system.

- For dates of service on and after January 1, 2019, MDHHS will prohibit contracted Medicaid Health Plans from making payments to typical providers, including pharmacies, that are not actively enrolled in CHAMPS.
- For dates of service on and after July 1, 2019, MDHHS Fee-for-Service and Medicaid Health Plans will prohibit payment for prescription drug claims written by a prescriber who is not enrolled in CHAMPS.

The following informational edits are being posted on claims:

- NCPDP Code 889 – Prescriber not enrolled in State Medicaid Program
- NCPDP Code 890 – Pharmacy not enrolled in State Medicaid Program

In order to prevent future medication access issues, please ensure that your pharmacy is enrolled in CHAMPS, and encourage prescribers to enroll. For resources on the provider enrollment process, visit www.michigan.gov/MedicaidProviders >> Provider Enrollment. For questions contact the MDHHS Provider Enrollment Help Desk at (800) 292-2550.

Pharmacy Seasonal Flu Vaccine Administration

The National Drug Codes for the 2018-2019 flu season have been coded to pay at point-of-sale effective 10/1/2018. The product list is posted on the website: <https://michigan.fhsc.com/>

Outcomes-Based Contracts with Drug Manufacturers

On November 14, Michigan became the second state to receive CMS approval to move forward with negotiating contracts with drug manufacturers that are based on patient outcomes. Under outcomes-based contract arrangements, drug manufacturers would be liable for increased supplemental rebate payments to the Medicaid program if the drug did not perform as claimed. See the press release available at https://www.michigan.gov/mdhhs/0,5885,7-339-73970_71692_71696-483121--,00.html

Pharmacy Reimbursement from Medicaid Health Plans

- Contracts with MHPs for Fiscal Year 2019 (effective October 1, 2018) include a provision preventing “spread pricing”
- MDHHS will be monitoring the Plans for contractual compliance including:
 - prohibition of PBM spread pricing and
 - improved encounter reporting (i.e. payment reported to the Department on pharmacy encounters is reflective of the reimbursement to the pharmacy).
- In order to monitor compliance, the Department will be performing a periodic review of pharmacy remittance advice for payment details.

Meeting Dates in 2019

The Pharmacy Provider Liaison meetings will be held on the following dates in calendar year 2019:

- March 7
- May 23
- September 19
- December 5

Additional Resources

- Pharmacy Operations E-mail: MDHHSPharmacyServices@michigan.gov
- Website: <https://Michigan.fhsc.com>