North Carolina Medicaid Special Bulletin

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Medical Assistance HEALTH AND HUMAN SERVICES

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Attention: Pharmacy Providers

Prescriptions for Preferred Brands with Non-preferred Generic Alternatives

Providers are responsible for informing their billing agency of information in this bulletin. CPT codes, descriptors, and other data only are copyright 2016 American Medical Association. All rights reserved. Applicable FARS/DFARS apply. NCTracks has been programmed to reimburse pharmacy claims for brand preferred/generic nonpreferred medications at brand National Average Drug Acquisition Cost (NADAC) cost basis regardless of the Dispense as Written (DAW) code on the claim. Previously, only claims with codes of 1 or 8 [or 7 for Narrow Therapeutic Index (NTI) drugs] were paid at the higher brand rate.

Pharmacy providers who submitted their claims for brand preferred/generic non-preferred medications without DAW codes equal to 1 or 8 may now resubmit their claims where underpayment occurred at that time.

In addition, pharmacy providers who submitted their claims for brand preferred/generic nonpreferred medications with a DAW code equal to 1 or 8, but have concerns regarding the use of these DAW codes, also may resubmit their claims using more appropriate DAW codes or without DAW codes when appropriate.

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