MEMORANDUM

TO: DMA Management & State Plan E-mail Subscribers

FROM: Teresa J. Smith, Administrative Service Manager

SUBJECT: Update to State Plan for Medical Assistance (263)

DATE: December 30, 2014

The following changes were made in the NC Medicaid State Plan manual. You may view the Plan on DMA’s website at [http://www.ncdhhs.gov/dma/plan/index.htm](http://www.ncdhhs.gov/dma/plan/index.htm).

**SPA# 14-021 (Physician Drug Program).** This state plan change is to revise the reimbursement methodologies for Physician Drug Program. The changes of the reimbursement methodologies are noted below:

- Paragard (Contraceptive Services) effective July 1, 2014;
- Botox is effective October 1, 2014; and
- There will be a 1% rate reduction for the Physician Drug Program effective January 1, 2015.

OLD PAGE(S): Attachment 4.19-B-Section 12, Page 1b and Attachment 4.19-B, Supplement 3, Page 2.

NEW PAGE(S): Attachment 4.19-B-Section 12, Page 1b and Attachment 4.19-B, Supplement 3, Page 2.

TJS