

INFORMATIONAL LETTER NO. 2109-MC-FFS

DATE: February 28, 2020

TO: Iowa Medicaid Pharmacies

APPLIES TO: Managed Care (MC), Fee-for-Service (FFS)

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise (IME)

RE: April 2020 Pharmacy Claim Submission Update

EFFECTIVE: April 6, 2020

[Informational Letter No. 1770](#)¹ relayed information regarding correct submission for pharmacy claims purchased through 340B, Federal Supply Schedule (FSS) or Nominal Price (NP). Updated basis of cost and submission clarification codes are available for FSS and NP pharmacy claims. The indicators in the fields identified in the chart below must be used.

Drug Source and Indicator Chart

	409-D9 Ingredient Cost Submitted	420-DK Submission Clarification Code	423-DN Basis of Cost Determination	490-UE Compound Ingredient Basis of Cost Determination
340B Drugs	Insert 340B AAC here	20	08	08
FSS Drugs	Insert FSS AAC here	59	17	17
NP Drugs	Insert NP AAC here	58	16	16

See the updated IME Payer Sheet [here](#)².

If you have questions, please contact the Pharmacy POS Helpdesk at 877-463-7671 or 515-256-4608 (local in Des Moines) or e-mail info@iowamedicaidpdl.com.

¹ https://dhs.iowa.gov/sites/default/files/1770-FFS_IowaMedicaidPharmacyReimbursementRules.pdf

² http://www.iowamedicaidpos.com/sites/default/files/ghs-files/2020-02-19/D0_Payer_Sheet_IAPOP_20200124_.pdf