



# Department of Health

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## Retroactive Repricing Update

As referenced in the [January 2019 Medicaid Update](#), the New York State Department of Health (the Department) started to reprice pharmacy claims, in accordance with the effective date of the Centers for Medicare and Medicaid (CMS) approved Medicaid Fee-for-Service pharmacy reimbursement, per the CMS Final Rule on Covered Outpatient Drugs and the enacted SFY 2018-19 budget.

As was communicated previously in March of 2019, the repricing was suspended when errors were identified for 469 drugs. Since that time, claims for all other drugs were appropriately repriced, the issue causing the errors for the 469 drugs was corrected and lump sum payments were issued to pharmacies that experienced significant cash flow issues (where the repriced amount for the 469 drugs was more than \$1000 below the original remittance amount). Therefore, the Department of Health will resume the repricing of claims for the 469 drugs, recover the lump sum payments and reprice dispensing fees, per the enacted SFY 2018-19 budget. The schedule for these activities is summarized below.

Activity	Service Dates	Estimated # of Claims	Remittance(s)*
Reprice claims for the 469 drugs	4/1/17 through 2/21/18	280k	2237 & 2240
Recover Lump Sum Payments	N/A	N/A	2237 & 2240
Reprice Dispensing Fees (additional .08), per the <a href="#">November 2018 Medicaid Update</a>	4/1/18 through 11/4/18	4.43 M	2243 - 2250

\*Remittance Schedule can be found here.

[https://www.emedny.org/hipaa/news/PDFS/CYCLE\\_CALENDAR.pdf](https://www.emedny.org/hipaa/news/PDFS/CYCLE_CALENDAR.pdf)

Adjustments made to affected claims will be found on the remittance statement beginning with the claim date April 1, 2017. Adjustments will progress forward from that date with each cycle completion. All remit types (Paper/PDF/835) will show a claim that retracts the initial payment, and then a new claim at the new amount. For Paper and PDF remittance receivers, the edit 01999 will appear on the remit. For electronic remit (835) receivers, only the normal adjudication HIPAA codes will appear. Due to the age of the claims being adjusted, you will receive a pend notification for the adjusted claims a week before the dates outlined in the schedule above. Adjustments can be tracked by the claim dates. Guidelines for remittance advice can be found here: [https://www.emedny.org/ProviderManuals/AllProviders/General\\_Remittance\\_Guidelines.pdf](https://www.emedny.org/ProviderManuals/AllProviders/General_Remittance_Guidelines.pdf).

Any questions or concerns can be sent to [ppno@health.ny.gov](mailto:ppno@health.ny.gov).