

MI Medicaid Pharmacy Liaison

June 6, 2024



MISSION:

Michigan Department of Health and Human Services (MDHHS) provides opportunities, services, and programs that promote a healthy, safe and stable environment for residents to be self-sufficient.

AGENDA:

Pharmacy Liaison June 6, 2024



1. Introductions & Budget Update
2. Legislative Updates
3. LARA Updates
4. State Plan Amendment
5. Proposed & Upcoming Policies
6. Final Policies Issued
7. Medicaid Provider Manual Updates
8. Departmental Updates & Reminders
 - MTM for HIV PrEP and PEP
 - Change Healthcare and Ascension Cybersecurity Incidents
 - COVID-19 Extensions ending 9/30/2024
9. Web Announcements
10. Single PDL Updates
 - Summary of MI Single PDL Changes – effective 05/01/2024
11. Pharmacy Resources
12. Open Discussion

2025 Executive Budget Documents

- <https://www.michigan.gov/budget/budget-documents/executive-budget-and-associated-documents>

MDHHS Appropriations Bills working toward final approvals:

1. [SB 767](#):

- House Substitute (H-1) passed by the House and returned to Senate 5/21/2024 but nonconcurrent in Senate roll call 6/4/2024.

2. [HB 5556](#):

- Substitute (S-1) passed the Senate and returned to House 5/22/2024 but nonconcurrent in House roll call 5/22/2024.

Legislative Updates - PDAB

No New Updates

- [Prescription Drug Affordability Board \(PDAB\)](#)
- [SB 483](#) - Pharmaceuticals: Creates prescription drug cost and affordability review act.
- [SB 484](#) - Health Insurers: Requires compliance with the prescription drug cost and affordability review act.
- [SB 485](#) – Medical Services: Requires compliance with the prescription drug cost and affordability review act.
- A summary of all 3 of these bills, by the Committee on Finance, Insurance, and Consumer Protection can be found here:
 - [2023-SFA-0483-C.pdf \(mi.gov\)](#)

Legislative Introductions:

- [HB 5338](#) – Prescription Drugs: Provides an enrollee's defined cost sharing for prescription drugs.
- [HB 5339](#) – Health Benefits: Modifies coverage for step therapy based on clinical criteria.
- [HB 5340](#) – Prescription Coverage: Provides coverage of for PrEP and PEP prescriptions.
- [HB 5350](#) - Pharmaceuticals: Prohibits drug manufacturers from engaging in certain conduct with pharmacies participating with a 340B program.
- [HB 5458](#): Requires Medicaid Managed Care Organizations to Participate in Sickle Cell Disease Program
- [HB 5435](#): Insurance Coverage for pharmacist prescribing hormonal contraceptives; require.
 - Referred to second reading 4/18/2024
- [HB 5436](#): Allow pharmacists to prescribe and dispense certain contraceptives
 - Reported in House 4/18/2024, with substitute H-2 to include “emergency contraceptive”
- [HB 5773](#): Insurers. Requires coverage for certain pediatric autoimmune neuropsychiatric disorders.
 - Introduced 5/30/2024.
 - Provide coverage for the treatment of pediatric autoimmune neuropsychiatric disorders associated with streptococcal infections and pediatric acute-onset neuropsychiatric syndrome, including, but not limited to, the use of intravenous immunoglobulin therapy.

LARA Updates

Request for Rulemaking: Public Comment was due May 20, 2024

- Published on November 30, 2023
- Updates Existing Administrative Rule for: Pharmacy - Program for Utilization of Unused Prescription Drugs
 - Allow drugs that include a USP-recognized method to detect improper temperature variations in the donation packaging
 - After two years allow an electronic duplicate of an original record
 - Update the requirements for donated prescription drugs (**allows manufacturers to donate**)
 - Delete the form required by a resident of an eligible facility
 - Allow forms similar to the department forms to be used by participants
 - Allow a pharmacy to repackage donated medications
 - Modify the requirements for a handling fee.

State Plan Amendments

SPA: #24-0025 CHIP

Coverage of Vaccine Assurances: from-conception-to-end-of pregnancy population

- This amendment affirms the coverage of children's vaccines as required under the Inflation Reduction Act (IRA).
- Michigan already covers the vaccines required. Therefore, no programmatic changes are required.
- Michigan was asked to verify – this SPA is the verification.

Proposed Policies Issued



2419-Lab

- Bulletin [MSA 21-50](#) provided for Medicaid coverage of select OTC COVID-19 home test kits dispensed by a Medicaid-enrolled pharmacy
- This proposed policy, 2419-Lab, terminates several COVID-19 laboratory policies including over-the-counter testing kits dispensed by a pharmacy
- Beginning October 1, 2024, Medicaid coverage of the OTC test kits will be discontinued.

Upcoming: Final Termination of COVID-19 PHE Pharmacy Policies

- Pharmacist prescriptive authority of oral antivirals for the treatment of COVID-19;
- Coverage of FDA EUA COVID-19 monoclonal antibody injections by pharmacy providers; and
- Stand-alone vaccine counseling services billed as a Medication Therapy Management service.

Following the expiration of the ARP defined effective period dates, Medicaid pharmacy requirements will revert to existing Medicaid policies and State Plan authorities.

Final Policies Issued

- **MMP 24-12: Drugs and Therapeutics Carved Out of Hospital Diagnosis Related Group (DRG) Payment**
- Effective: October 1, 2023
- This policy establishes hospital reimbursement for drugs separate from the inpatient hospital Diagnosis Related Group (DRG) payment allowing MDHHS to maximize savings
- Drugs that are carved out of the DRG will be published and maintained on the MDHHS Inpatient Hospital website at: www.michigan.gov/medicaidproviders >> Billing & Reimbursement >> Provider Specific Information >> Inpatient Hospitals
- **Pharmacy Claims** If the drug or therapeutic is distributed through a specialty pharmacy:
 - Provider must fax the PA approval letter and prescription to the pharmacy.
 - The pharmacy will submit the claim as a pharmacy claim to Medicaid FFS
 - The Place of Service code 21-Inpatient Hospital must be entered in the NCPDP field 307-C7.
 - For additional information on submitting these claims, refer to the current Pharmacy Claims Processing Manual located at Michigan.magellanrx.com >> Provider Portal >> Documents >> Manuals.

Medicaid Provider Manual Updates



1. Updated Language:
 - Replaced the word “physician” with prescriber throughout.
1. All other updates are published in [MMP 24-19](#) : Updates to the MDHHS Medicaid Provider Manual

Additional Medication Therapy Management for HIV PrEP and PEP

- Coverage of two additional billing codes have been added to the list of Chronic Conditions for Medication Therapy Management (MTM). The following codes are effective for dates of service on and after April 1, 2024. Refer to MSA 17-09 for additional details regarding the requirements for coverage and billing of MTM services.
 - a. Z20.6: Contact w and (suspected) exposure to human immunodeficiency virus (HIV PEP)
 - b. Z29.81: Encounter for HIV pre-exposure prophylaxis (HIV PrEP)

Gabapentin

- Received notice from LARA that Gabapentin is no longer a controlled substance in Michigan.
- Due to statute, coverage limitations will be removed effective 5/31/2024.
 - a. Gralise and Horizant being moved to PDL preferred without PA (PDL Class -Neuropathic Pain).
 - b. Any quantity limits (including cumulative daily dose) being removed.

Departmental Updates



1. Cybersecurity Incidents

1. MDHHS monitors for utilization and medication access issues
2. MDHHSPharmacyServices@michigan.gov to report any issues

Departmental Reminder



1. Naloxone Standing Order

- Excluded from co-pays
- 1,635 pharmacies in Michigan are enrolled in this program and you can get enrolled here:
 - [Pharmacy site for Naloxone Standing Order](#): Enrollment info, and list of pharmacies in Michigan enrolled in program (1,635)

2. Beneficiaries cannot be charged for Medicaid covered services

- Federal law prohibits Medicare providers and suppliers from billing a beneficiary enrolled in the Qualified Medicare Beneficiary (QMB) program for Medicare Parts A and Part B cost-sharing under any circumstances. As a dual Medicare-Medicaid program, MI Health Link beneficiaries are also included in the prohibition.
- [L-Letter 24-24](#): Reminder of balance billing prohibition and prevention of improper billing of protected Medicare-Medicaid Enrollees in managed care.
- If there are questions on MDHHS coverage, please contact: MDHHSPharmacyServices@michigan.gov or MDHHSCommonFormulary@michigan.gov if any reported coverage issues.

Web Announcements



MTM for HIV PeP PReP

- Effective for dates of service on and after 4/1/2024
- Coverage of two additional billing codes have been added to the list of Chronic Conditions for Medication Therapy Management (MTM). Refer to MSA 17-09 for additional details regarding the requirements for coverage and billing of MTM services.
 - Z20.6: Contact w and (suspected) exposure to human immunodeficiency virus (HIV PEP)
 - Z29.81: Encounter for HIV pre-exposure prophylaxis (HIV PrEP)

Pimecrolimus (generic for Elidel) Moving to Preferred on the Single PDL

- Effective April 1, 2024
- The brand Elidel cream is experiencing supply shortages with no resolution date per the manufacturer. Therefore, pimecrolimus cream (generic for Elidel) is being moved to preferred with clinical prior authorization (PA). Both the brand Elidel and the generic pimecrolimus products will be preferred with PA on the PDL.
- The brand Elidel will no longer be preferred over the generic.

Single PDL Updates



Single PDL & Brand Over Generics: Effective 5/1/2024

1. Brand over Generic List can be found here:
<https://michigan.magellanrx.com> > Providers > Documents
2. Quarterly, the MCO Common Formulary workgroup provides recommendations on Single PDL coverage for P&T Workgroup consideration. The P&T Committee makes clinical recommendations for both the Michigan Pharmaceutical Product List (MPPL) and the subset of drugs on the Single PDL.
3. New quarterly web posting 'Summary of PDL changes' to better inform prescribers and pharmacies.
 - a. <https://michigan.magellanrx.com> > "Recent Changes – MI Single Preferred Drug List (Single PDL)"
4. The next quarterly PDL updates will take effect August 1, 2024.

Pharmacy Resources

- MDHHS Policy Bulletins:
www.michigan.gov/medicaidproviders > Policy, Letters & Forms
- Web Announcements: <https://michigan.magellanrx.com>
- Magellan Technical Call Center Phone: **877-624-5204**
- MDHHS Pharmacy Services Contact:
MDHHSPharmacyServices@Michigan.gov
- Laws:
 - [Michigan Public Health Code – general](#)
 - [Michigan Public Health Code – pharmacy](#)
- Rules: [Michigan Administrative Code – pharmacy rules](#)

2024 Pharmacy Liaison Meetings



- Thursday, September 5, 2024
 - Thursday, December 5, 2024
1. Pharmacy Liaison Meeting Listserv
 - a. All meeting requests have been sent out
 - b. Requests for agenda items and meeting reminders will be sent, as usual
 2. If attendees should be included our list, please email:
goethalsv@michigan.gov

Open Discussion

1. Solicitation of Commercial plans for longstanding Medicaid beneficiaries