

## Pharmacy Dispensing Fee Increase and Pricing Methodology Using National Average Acquisition Cost (NADAC) Files

**Effective November 1, 2015, (pending CMS approval),** Nevada Medicaid will be increasing the professional dispensing fee and implementing a new drug pricing methodology using National Average Drug Acquisition Cost (NADAC) files. This is a two-part change to be in compliance with the Patient Protection and Affordable Care Act of 2010.

- 1. The professional dispensing fee for outpatient and retail pharmaceuticals will be increased.
  - a. The State's dispensing fee for all outpatient retail pharmacies is increasing from \$4.76 to \$10.17 per prescription.
  - b. IV therapy and long term care (LTC) will receive the same dispensing fee as the retail pharmacies; per policy their rate will be daily.
  - c. The dispensing fee for supplies, including diabetic supplies, will remain unchanged.
- 2. The Actual Acquisition Cost (AAC) will be modified to utilize the NADAC fee schedule in the pharmacy pricing algorithm.
  - a. NADAC pricing will be added to the pharmacy pricing algorithm for retail and Nevada physicianadministered drug (NVPAD) claims. Wholesale Acquisition Cost (WAC) is being changed from WAC +2% to WAC +0%, which will be offered for those drugs not available on NADAC.
  - b. The Incentive Fee Program will remain unchanged.

The above changes will have no impact on the Omnibus Budget Reconciliation Act (OBRA) of 1987 and supplemental rebate programs.