



SmartPA Criteria Proposal

Drug/Drug Class:	Out-of-State, Non-Bordering Pharmacies Fiscal Edit
First Implementation Date:	April 29, 2021
Revised Date:	N/A
Prepared for:	MO HealthNet
Prepared by:	MO HealthNet/Conduent
Criteria Status:	<input type="checkbox"/> Existing Criteria <input type="checkbox"/> Revision of Existing Criteria <input checked="" type="checkbox"/> New Criteria

Executive Summary

Purpose: To encourage dispensing medications in Missouri when medications are available in Missouri or a bordering state to Missouri.

Why Issue Selected: MO HealthNet defines an out-of-state, non-bordering pharmacy as any pharmacy found in a state that does not physically border Missouri. Many of these pharmacies have exclusive rights to distribute medication through a limited or exclusive distribution arrangement between a drug manufacture and the pharmacy. Due to the increased number of dispensed medications by out-of-state, non-bordering pharmacies, MO HealthNet has discovered these pharmacies are distributing medications outside of their limited distribution networks. When medications are filled by an out-of-state, non-bordering pharmacy, Missouri is deprived of the tax revenue that would be generated if these claims were to be dispensed within Missouri.

With this edit, the provider enrollment process will be changing to require documentation confirming the limited or exclusive distribution arrangement(s) between a drug manufacture(s) and the applying pharmacy. If approved, the out-of-state, non-bordering pharmacy is then restricted to dispense the approved limited distribution drug(s) listed within their enrollment acceptance letters. For medications which require co-prescribing of injectable epinephrine to initiate therapy, MO HealthNet will allow the out-of-state, non-bordering pharmacy to submit a claim for reimbursement. Exceptions to the edit include MORx participants and participants with other primary insurance.

Type of Criteria: Increased risk of ADE Preferred Drug List
 Appropriate Indications Fiscal Edit

Data Sources: Only Administrative Databases Databases + Prescriber-Supplied

Setting & Population

- Drug class for review: Prescription drug products dispensed by an out-of-state, non-bordering pharmacy
- Age range: All appropriate MO HealthNet participants

Approval Criteria

- Out-of-state claim is for a limited distribution or exclusive drug that was approved to only be dispensed by the requesting out-of-state, non-bordering pharmacy **OR**
- Out-of-state claim is for a MORx participant **OR**
- MO HealthNet is being billed as the secondary insurance for the requested out-of-state claim

Denial Criteria

- Therapy will be denied if all approval criteria are not met

Required Documentation

Laboratory Results:
MedWatch Form:

Progress Notes:
Other:

Disposition of Edit

Denial: Exception Code "1016" (Out-of-State Pharmacy Restriction)
Rule Type: PD

Default Approval Period

6 months

References

- MO HealthNet Out-of-State Non-Bordering Services. <https://dss.mo.gov/mhd/providers/pdf/out-of-state-non-bordering-services.pdf>. Accessed Dec 2020.
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- 13 CSR 70-20.060 Professional Dispensing Fee (2020). <https://www.sos.mo.gov/cmsimages/adrules/csr/current/13csr/13c70-20.pdf>. Accessed Dec 2020.
- 13 CSR 70-20.200 Drug Prior Authorization Process (2020). <https://www.sos.mo.gov/cmsimages/adrules/csr/current/13csr/13c70-20.pdf>. Accessed Dec 2020.
- 13 CSR 70-20.320 Pharmacy Reimbursement Allowance (2020). <https://www.sos.mo.gov/cmsimages/adrules/csr/current/13csr/13c70-20.pdf>. Accessed Dec 2020.
- 13 CSR 65-2.010 Definitions (2020). <https://www.sos.mo.gov/cmsimages/adrules/csr/current/13csr/13c65-2.pdf>. Accessed Dec 2020.
- 13 CSR 65-2.020 Provider Enrollment and Application (2020). <https://www.sos.mo.gov/cmsimages/adrules/csr/current/13csr/13c65-2.pdf>. Accessed Dec 2020.
- 13 CSR 65-2.030 Denial or Limitations of Applying Provider (2020). <https://www.sos.mo.gov/cmsimages/adrules/csr/current/13csr/13c65-2.pdf>. Accessed Dec 2020.
- Missouri Department of Social Services, Information for Providers. <https://dss.mo.gov/mhd/providers/>. Accessed Dec 2020.
- MO HealthNet Pharmacy Manual, 8.9 Out-of-State, Non-Emergency Services (115-116). http://manuals.momed.com/collections/collection_pha/print.pdf. Accessed Dec 2020.

SmartPA Fiscal Proposal Form

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