



State of New Jersey
Department of Human Services
Division of Medical Assistance & Health
Services
and
Department of Health & Senior Services
Division of Senior Benefits and
Utilization Management

Newsletter

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TO: Providers of Pharmaceutical Services to Long Term Care
Facilities- For Action
Health Maintenance Organizations – For Information Only

SUBJECT: Section 6033 of the federal Deficit Reduction Act of 2005

PURPOSE: To notify all pharmacies that provide pharmaceutical services to long term care facilities that Section 6033 of the federal Deficit Reduction Act of 2005 prohibits any federal Title XIX (Medicaid) payments for reimbursement for the ingredient cost of a covered outpatient drug for which a pharmacy has already received Medicaid payments. This requirement is effective for pharmaceutical services rendered on or after April 1, 2006.

BACKGROUND: In order to conform to the requirements of this new federal law, all pharmacies that provide pharmaceutical services to long term care facilities must take steps to assure that they do not submit claims to the New Jersey Medicaid program for covered outpatient drugs if they have already received Medicaid reimbursement for them. If Medicaid payment has already been received on a restocked drug, appropriate adjustments should be made on a MMIS Claim Adjustment Request Form (FD-999), or appropriate reimbursement must be made to the Division of Medical Assistance and Health Services.

NOTE: Section 6033 applies only to covered outpatient drugs reimbursed with Medicaid funds. It does not apply to drugs reimbursed under programs that do not involve Medicaid funds, such as PAAD and Senior Gold.

If you have any questions concerning this Newsletter, please do not hesitate to contact Andrea Cotton, Office of Provider Relations, at (609) 584-4380, or Provider Services at (800) 776-6334.

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