



340B Program Billing Requirements

As a reminder, any Molina Healthcare network providers contracted with a 340B covered entity and administer medications that were purchased through the 340B program must comply with UT Medicaid claim requirements. In the event that Molina's network providers elect to administer drugs purchased under the 340B Drug Pricing Program, **the billing provider must identify claims that utilized 340B stock** by the following methods:

- For provider administered **Medicaid** claims, the billing provider shall identify the 340B stock by adding the **'UD' modifier** after each of the applicable 340B eligible HCPCS code(s) on each claim line.
- For provider administered **Medicare crossover** claims for **dual-eligible** beneficiaries (Medicare and Medicaid coverage), the billing provider shall identify the 340B stock by adding the **'JG' or 'TB' modifier** after each of the applicable 340B eligible HCPCS code(s) on each claim line.
- By using these modifiers on the applicable claim lines, the billing provider is certifying that the administered medication satisfies all requirements for 340B drug as described in Public Law 102-525, Codified in Section 340B of the Public Health Services Act, and it's implementing regulations.

Each billing provider contracted on behalf of a 340B covered entity should carefully review its medical drug claims to ensure the correct modifiers were added and billed for. A covered entity identifying 340B claims that were billed inappropriately should resubmit claims to Molina to correct the 340B modifier(s) submitted in a timely manner. **340B covered entities can be sanctioned** for causing duplicate discounts or drug diversion (42 U.S.C. § 256B).

Medical drug or HCPCS code(s) claims submitted from a 340B eligible provider for drugs that were not purchased through the 340B program may be submitted in accordance with Molina Healthcare requirements and the billing provider's normal business practices.

Any questions regarding this notification, please call Molina Healthcare at (855) 322-4081

The Special Provider Bulletin is a newsletter distributed to all network providers serving beneficiaries of Molina Healthcare of Utah health care plans.