



**\*\*\* SECOND PROVIDER NOTICE \*\*\***

**TO: Health First Colorado (Colorado's Medicaid program) Pharmacy Provider Community**

**DATE: August 30, 2016**

**SUBJECT: Transition of Pharmacy Benefit Management Services to Magellan Rx Management**

Dear Pharmacy Provider:

**New Plan Information**

On October 31, 2016, 4:00 a.m. Mountain Time (MT), Magellan Rx Management will assume administrative operation of the Pharmacy Benefit Management System (PBMS) on behalf of Health First Colorado (Colorado's Medicaid program) and Child Health Plan *Plus* (CHP+).

**You must be enrolled in the new Colorado interChange.** All pharmacy providers and suppliers must be enrolled in the Colorado interChange system by October 31, 2016. If pharmacies are going to bill any supply claims including test strips, they must have selected the provider specialty of "Pharmacy with DME" on the provider application. Those who are not approved and enrolled will not be able to submit claims or receive payments. Visit [Colorado.gov/HCPF/Provider-Enrollment](http://Colorado.gov/HCPF/Provider-Enrollment) for more information.

**All ordering, prescribing, or referring (OPR) providers must be enrolled in the new Colorado interChange.** The Affordable Care Act (ACA) now requires physicians and other eligible practitioners to enroll in the Medicaid program to order, prescribe, and refer items or services for Medicaid members, even when they do not submit claims to Medicaid. **Claims listing an OPR provider that is not enrolled cannot be paid.** Visit [Colorado.gov/HCPF/OPR](http://Colorado.gov/HCPF/OPR) for more information.

DME supplies such as test strips will still be billed as medical claims through the new interChange.

340B Covered Entities – Additional guidance will be coming regarding your billing of 340B claims.

Contract pharmacies will still not be allowed to bill for 340B drugs.

An updated billing manual with all of the plan information, billing information and policies will be available soon at [Colorado.gov/HCPF/pharmacy-benefits-management-system-pbms-transition-magellan](http://Colorado.gov/HCPF/pharmacy-benefits-management-system-pbms-transition-magellan).

**\*\* Alert \*\* Claim Submission Differences**

Beginning **October 31, 2016**, all new pharmacy claims must be processed using Magellan Rx Management's RxBIN and RxPCN assigned numbers, which are included in the table below. Magellan Rx Management's Pharmacy Call Center can be contacted for assistance with medication dispensing and access issues at 1-800-424-5725 on or after October 31, 2016.

The following claim submission fields and requirements are being highlighted to assist in your claim filing success during this transition. All claims must be submitted under the NCPDP Telecommunication Standard Version/Release D.0, the following fields are known differences, effective **October 31, 2016**.





Transaction Header Segment				
Field #	NCPDP Field Name	Value	Payer Usage	Payer Situation
101-A1	BIN Number	018902	M	<b>NEW!</b>
104-A4	Processor Control Number (PCN)	P303018902	M	<b>NEW!</b>
Claim Segment				
436-E1	Product/Service ID Qualifier	Ø3 = National Drug Code (NDC)	M	
407-D7	Product/Service ID	NDC	M	
Insurance Segment				
3Ø1-C1	GROUP ID	COMEDICAID	R	

Please note in the Payer Usage column: M = Mandatory and R = Required

## Important Dates and Times

Pharmacy Operations Transition Dates	
October 30, 2016, 10:00 p.m., MT	Stop Pharmacy claim submission ( <i>more information about filling prescriptions during down-time to come</i> )
October 31, 2016 4:00 a.m., MT	Pharmacy claim submission to Magellan Rx Management processing done by FirstRx <sup>SM</sup>

## Payer Sheets

Updated payer sheets are available at [Colorado.gov/HCPF/pharmacy-benefits-management-system-pbms-transition-magellan](http://Colorado.gov/HCPF/pharmacy-benefits-management-system-pbms-transition-magellan). The payer sheet will include the claim submission fields and requirements to assist in claim filing. We encourage you to contact your software vendor to make them aware of the upcoming transition.

## Pharmacy Testing

Magellan Rx Management encourages pharmacies to submit test claims prior to the transition. Magellan Rx Management is offering a testing window **October 3, 2016 through October 14, 2016**. If you would like to submit test claims, please e-mail [gkarri@magellanhealth.com](mailto:gkarri@magellanhealth.com) with your contact name, phone number, pharmacy NPI, and Switch information. If you are unable to e-mail, please call Girija Karri at 1-804-548-0428 to schedule a time for testing and receive a package of test claim information for submission.

## Important Training Available Soon for Pharmacy Providers

Magellan Rx Management will host Web-based instructor-led training sessions for pharmacy providers. Details regarding the scheduling and registration process for these sessions will be included in a subsequent provider notice.

If you are unable to attend one of the scheduled Web-based training sessions, a hyperlink will be provided for you to access a recording of the training session at a more convenient time.

## Contact Information

If you have any additional questions about the transition of Pharmacy Benefit Management Services, please contact the Magellan Rx Management Network team at [RxNetworksDept@magellanhealth.com](mailto:RxNetworksDept@magellanhealth.com).

If you need provider enrollment assistance, please call the Health First Colorado Enrollment and Revalidation Information Center at 1-800-237-0757, option 5.

