

OFFICE OF THE CODE REVISER STATE OF WASHINGTON FILED

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WSR 23-07-114

STATE OF WASHINGTON HEALTH CARE AUTHORITY

626 8th Avenue, SE • Olympia, Washington 98501

March 21, 2023

NOTICE

Title or Subject: Medicaid State Plan Amendment (SPA) 23-0002 Medicare Part B Drug and Biological Average Sales Price (ASP) Change and Pharmacy Professional Dispensing Fees

Effective Date: Anticipated on or after April 1, 2023

Description: HCA intends to submit Medicaid State Plan Amendment (SPA) 23-0002 to:

- Address changes made by the Centers for Medicare and Medicaid Services (CMS) to the payment methodology for biosimilar drugs in the Average Sales Price (ASP) file. The percentage for these drugs will change from 106% to 108%. In order to avoid making changes to the Medicaid State Plan to reflect future percentage changes, HCA is removing the specific percentage amount and replacing it with a reference to the CMS ASP file.
- Address the level of the professional dispensing fees paid to pharmacies for providing services to Medicaid clients in the fee-for-service program. In addition to the professional dispensing fees, HCA pays a drug ingredient cost.

SPA 23-0002 is expected to increase the annual aggregate expenditures/reimbursement/payments for the payment methodology for biosimilar drugs in the ASP file by an estimated \$250,000 annually, combined state and federal funds. SPA 23-0002 is also expected to increase the annual aggregate expenditures/reimbursement/payments in the fee-for-service pharmacy program for professional dispensing fees; HCA does not yet have a formal estimate of the anticipated amount of the potential increase. HCA does not anticipate changes to the ingredient cost methodology.

SPA 23-0002 is under development. To request a copy when it becomes available or to submit comments, you may contact Wendy Steffens at <u>wendy.steffens@hca.wa.gov</u> regarding the payment methodology for biosimilar drugs in the ASP file and Donna Sullivan at donna.sullivan@hca.wa.gov regarding professional dispensing fees (please note that all comments are subject to public review and disclosure, as are the names of those who comment).

Contact

See above.

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