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State/Territory Name: Nevada

State Plan Amendment (SPA) #: 17-014

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form/Summary Form (with 179-like data)
- 3) Approved SPA Pages

## DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-14-26 Baltimore, Maryland 21244-1850



## **Center for Medicaid and CHIP Services**

## Disabled and Elderly Health Programs Group

January 25, 2018

Mr. Richard Whitley, Director Nevada Department of Health and Human Services 4126 Technology Way, Suite 100 Carson City, Nevada 89706

Dear Mr. Whitley:

We have reviewed Nevada's State Plan Amendment (SPA) 17-0014, Prescribed Drugs, received in the San Francisco Regional Office on October 31, 2017. This SPA proposes to add the maximum quantity of medication per prescription for maintenance medications as a 100-day (3 month) supply, and the maximum quantity of medication for contraceptives as a 12-month supply.

Based on the information provided and consistent with the regulations at 42 CFR 430.20, we are pleased to inform you that SPA 17-0014 is approved with an effective date of January 1, 2018. A copy of the signed CMS-179 form, as well as the pages approved for incorporation into Nevada's state plan will be forwarded by the San Francisco Regional Office.

If you have any questions regarding this amendment, please contact Lisa Shochet at (410) 786-5445 or <a href="mailto:lisa.shochet@cms.hhs.gov">lisa.shochet@cms.hhs.gov</a>.

Sincerely,

/s/

Meagan Khau Deputy Director, Division of Pharmacy

cc: Lynne Foster, Chief of Division Compliance, NV DHCFP/Medicaid
Holly Long, Policy Development & Program Management, NV DHCFP
Henrietta Sam-Louie, ARA, CMS, San Francisco Regional Office
Peter Banks, San Francisco Regional Office
Kitaho Kato, San Francisco Regional Office
Kathleen Creggett, San Francisco Regional Office

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL	1. TRANSMITTAL NUMBER: 17-014	2. STATE: NEVADA
FOR: HEALTH CARE FINANCING ADMINISTRATION	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID) SECTION 1927.	
TO: REGIONAL ADMINISTRATOR	4. PROPOSED EFFECTIVE DATE  January 1, 2018	
HEALTH CARE FINANCING ADMINISTRATION DEPARTMENT OF HEALTH AND HUMAN SERVICES		
5. TYPE OF PLAN MATERIAL (Check One):		
☐ NEW STATE PLAN ☐ AMENDMENT TO BE	CONSIDERED AS NEW PLAN	⊠ AMENDMENT
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT Separate Transmittal for each amendment		
6. FEDERAL STATUTE/REGULATION CITATION:	7. FEDERAL BUDGET IMPACT: a. FFY 2018 \$0	
Sect ion 1927(d)(6) of the Soci & Security Act	b. FFY 2019 \$0	W.
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable):	
Attachment 3.1-A, Page 5b #6, and Page 5c #9		
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10. SUBJECT OF AMENDMENT;		den eeu eeu eeu eeu eeu eeu eeu eeu eeu e
Updating the State Plan to allow for a 100-day supply per supply per prescription for contraceptives.	prescription for maintenance d	rugs and a 12-month
11. GOVERNOR'S REVIEW (Check One):	57 orum 10 enry	PYEST.
GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED	✓ OTHER, AS SPECIFIED:  The Governor's Office does not	
NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL. wish to review the State Plan Amendment.		
12. SIGNATURE OF STATE AGENCY OFFICIAL:	16. RETURN TO:	
12 TYPED NAME.	Lynne Foster, Chief of Division Compliance	
Richard Whitley	DHCFP/Medicaid 1100 East William Street, Suite 101	
14. TITLE: Director, Department of Health and Human Services	Carson City, NV 89701	
Director, Department of Health and Human Services  15. DATE SUBMITTED: 10/3/1/7	*	desiration
FOR REGIONAL OF	L FIGE USE ONLY	
17. DATE RECEIVED: 9/1/2017	18, DATE APPROVED: January 25, 2018	
PLAN APPROVED ON 19. EFFECTIVE DATE OF APPROVED MATERIAL: 1/1/2018	E COPY ATTACHED  20. SIGNATURE OF REGIONALORS	11.00 M
19. EFFECTIVE DATE OF APPROVED MATERIAL: 1/1/2018		
21. TYPED NAME: Henrietta Sam-Louie	22. TITLE: / Associate Regional Adminis	trator
23. REMARKS:		

- 3. The State will not pay for covered outpatients drugs of a non-participating manufacturer, except for drugs rated "I-A" by the FDA. If such a medication is essential to the health of a recipient and a physician has obtained approval for use of the drugs in advance of its dispensing, it may be covered by the program pursuant to section 1927(a)(3).
- 4. The Medicaid program restricts coverage of certain covered outpatient drugs through the operation of a prior authorization program. The prior authorization process provides for a turn-around response by either telephone or other telecommunications device within twenty-four hours of receipt of a prior authorization request. In emergency situations, providers may dispense at least a seventy-two-hour supply of medication in accordance with the provisions of §1927 (d)(5) of the Social Security Act.
- 5. Pursuant to 42 U.S.C. Section 1396r-8, the state is establishing a preferred drug list with prior authorization for drugs not included on the preferred drug list. The state, or the state in consultation with a contractor, may negotiate supplemental rebate agreements that will reclassify any drug not designated as preferred in the baseline listing for as long as the agreement is in effect.
- 6. Pursuant to Section 1927(d)(6), the State has established a maximum quantity of medication per prescription as a 34-day supply; maintenance drugs per prescription as a 100-day (3 month) supply; and contraceptives per prescription as a 12-month supply.
  - a) In those cases where less than a 30-day supply of maintenance drug is dispensed without reasonable medical justification, the professional fee may be disallowed.
  - b) In nursing facilities if the prescriber fails to indicate the duration of therapy for maintenance drug, the pharmacy must estimate and provide at least a 30-day supply.
- 7. The state will meet the requirements of Section 1927 of the Social Security Act. Based on the requirements for Section 1927 of the act, the state has the following policies for the supplemental rebate program for Medicaid recipients:
  - a) CMS has authorized the State of Nevada to enter into direct agreements with pharmaceutical manufacturers for a supplemental drug rebate program. The supplemental rebate agreement effective July 1, 2014 amends the original, January 1, 2012 version, which is effective through their expiration dates.
  - b) Supplemental rebates received by the State under these agreements by the State that are in excess of those required under the national drug rebate agreement will be shared with the federal government on the same percentage basis as applied under the national rebate agreement.
  - c) All drugs covered by the program, irrespective of a supplemental agreement, will comply with provisions of the national drug rebate agreement.

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Supersedes TN No.: 14-004

- 8. The Medicaid program restricts coverage of certain covered outpatient drugs through the operation of a prior authorization program. The prior authorization process provides for a turn-around response by either telephone or other telecommunications device within 24 hours of receipt of a prior authorization request. In emergency situations, providers may dispense at least a 72-hour supply of medication in accordance with the provisions of §1927 (d)(5) of the Social Security Act.
- 9. Pursuant to Section 1927(d)(6), the State has established a maximum quantity of medication per prescription as a 34-day supply; maintenance drugs per prescription as a 100-day (3 month) supply; and contraceptives per prescription as a 12-month supply.
  - a) In those cases where less than a 30-day supply of maintenance drug is dispensed without reasonable medical justification, the professional fee may be disallowed.
  - b) In nursing facilities if the prescriber fails to indicate the duration of therapy for maintenance drug, the pharmacy must estimate and provide at least a 30-day supply.
- 12. b. <u>Dentures</u> are allowed every five years.
  - c. <u>Prosthetic devices</u> must be prescribed by a physician or osteopath and must be prior authorized by the Nevada Medicaid Office on Form NMO-3.
  - d. <u>Eyeglasses</u> are limited to those prescribed to correct a visual defect of at least 0.5 diopters or 10 degrees in axis deviation for recipients for recipients of all ages once in 12 months, or with prior authorization if program limitations are exceeded. In addition, they are available on the periodicity schedule established for EPSDT.

TN No.: 17-014 Approval Date: January 25, 2018 Effective Date: January 1, 2018

Supersedes TN No.: <u>09-007</u>