## NOTICE OF RULE MAKING

The Director of the Division of Medical Services hereby issues the following proposed medical assistance rule(s) under one or more of the following chapters or sections of the Arkansas Code: 20-10-211(a), 20-10-203(b), 20-76-433, 25-10-129, and Title 20, Chapter 77.

CMS published the Covered Outpatient Drug final rule (CMS-2345-FC)(81 FR 5170) on 02/01/2016 pertaining to reimbursement for covered outpatient drugs in the Medicaid program. It outlines key changes that states need to address when determining their reimbursement methodology for ingredient costs based on actual acquisition cost (AAC) plus a professional dispensing fee among other things. CMS has required states to revise their state plan and submit a SPA to comply with these provisions. The estimated annual cost savings is \$20,800,000.

The proposed policy is available for review at the Division of Medical Services, Program Development and Quality Assurance, 2nd floor Donaghey Plaza South Building, 7th and Main Streets, P. O. Box 1437, Slot S295, Little Rock, Arkansas 72203-1437. You may also access it on the Medicaid website (<a href="www.medicaid.state.ar.us">www.medicaid.state.ar.us</a>), and download it from the "Proposed Rules For Public Comment" section of the website's *General* menu. Policy accessed from this location will be watermarked with the word "Proposed". All comments must be submitted in writing no later than December 30, 2016.

If you need this material in a different format, such as large print, contact Program Development and Quality Assurance at 501-320-6429.

The Arkansas Department of Human Services is in compliance with Titles VI and VII of the Civil Rights Act and is operated, managed and delivers services without regard to religion, disability, political affiliation, veteran status, age, race, color or national origin.

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Dawn Stehle
Director
Division of Medical Services