July 7, 2008

Dear Medicaid Provider:

The 2008 Florida Legislature enacted legislation which requires that reimbursement for injectable medications, including immune globulins and immunizations, be set at the lesser of the average wholesale price (AWP) minus 16.4% (previously 15.4%), wholesale acquisition cost (WAC) plus 4.75% (previously 5.75%), the federal upper limit (FUL), the state maximum allowable cost (SMAC) or the usual and customary (UAC) charge billed by the provider.

This change in the reimbursement methodology will result in a decrease in the Medicaid reimbursement rate for these codes effective July 1, 2008.

The Medicaid fee schedules will be updated to reflect this change. Please check the new Medicaid fiscal agent website after July 1st for these new fees. The information will be available at http://mymedicaid-florida.com.

If you have any questions, please contact your area Medicaid office.

Sincerely,

Carlton D. Snipes
Deputy Secretary for Medicaid

CDS/Ir