



340B Drug Products

Pharmacy providers contracted with Denver Health Medical Plan (DHMP) must identify claims for 340B drug products as follows:

The contracted pharmacy provider must submit, in claims, a value of 20 in the submission clarification code in field 420-DK at the point of sale in accordance with Social Security Act; Section 1903(m)(2)(A)(xiii)(III).

To assist in the identification of 340B claims and increase compliance with duplicate discount avoidance, pharmacies are requested to confirm or report their physical location 340B status to National Council for Prescription Drug Program (NCPDP).

The purpose of the 340B Program is to lower the cost of acquiring covered drug products for DHMP, which may help allocate resources to serve more members or improve services. Failure to sell covered drugs at 340B prices could result in a manufacturer being prohibited from receiving payments for its products.

A pharmacy may not know at point-of-sale if a claim qualifies as a 340B claim. At the point where the pharmacy is notified or discovers that the claim qualifies as a 340B claim, the original claim must be reversed, and the claim resubmitted as a 340B claim with the correct Submission Clarification Code value of 20.

If claims have not been corrected to include the correct Submission Clarification Code value, the pharmacy and the eligible entity are at risk for duplicate discounts. Failure to comply may be recognized as a potential breach of contract and may lead to further administrative and/or corrective action, including and up to termination from their DHMP contract.

Additional information for Pharmacies registered with NCPDP can visit <https://pharmacy.medimpact.com/>

Billing Information

Elevate Medicaid Choice: DHCAID

NCPDP Field Name	Value
Group ID	DHM02
BIN Number	003585
Processor Control Number (PCN)	ASPROD1