



**March 4, 2026**

## **Nevada Medicaid Web Announcement 3855**

### **Attention All Providers Billing 340B Outpatient Drugs**

The Division of Nevada Medicaid is reminding all 340B covered entities about the 340B billing requirements that went into effect on July 1, 2022, for both Physician Administered Drug (PAD) 340B claims and Pharmacy Point-of-Sale (POS) 340B claims. These requirements use standard 340B identifiers to ensure compliance with federal provisions that prohibit duplicate discounts, which occur when a manufacturer provides both a 340B reduced price and a Medicaid drug rebate for the same drug.

The following guidance applies to both the Nevada Medicaid Managed Care Organizations and Nevada Medicaid Fee-for-Service program.

#### **Billing PAD 340B Claims:**

Procedure code modifiers are required on the 837P and 837I electronic claim transactions for physician-administered drug (PAD) claims.

The following Electronic Data Interchange (EDI) Companion Guides include instructions on the use of the procedure code modifiers:

- Fee-For-Service 837I - Institutional Health Care Claim Companion Guide
- Fee-For-Service 837P - Professional Health Care Claim Companion Guide
- Encounter-Institutional 837I MCO Companion Guide
- Encounter-Professional 837P MCO Companion Guide

#### **Billing POS 340B Claims:**

Submission Clarification Code (420-DK) '20' and Basis of Cost Determination (423-DN) '08' are required on National Council for Prescription Drug Program (NCPDP) electronic claim transactions when the drug or biological was acquired with the 340B drug pricing program discount.

The following EDI Companion Guide includes instructions on the use of the Submission Clarification Code and Basis of Cost Determination:

- National Council for Prescription Drug Program (NCPDP) Encounter Claims Companion Guide

All of the EDI Companion Guides listed above are posted on the [Electronic Claims/EDI webpage](#) under "Inbound" EDI Companion Guides.

For additional 340B billing information, please refer to Appendix A of the [Nevada Medicaid and Nevada Check Up Pharmacy Billing Manual](#). Any additional questions may be submitted to the Pharmacy Services unit at [RxInfo@nvha.nv.gov](mailto:RxInfo@nvha.nv.gov).