



Network Notification

Date: February 19, 2010

Number: MI-P-2010-01

To: Network Providers and Pharmacies

From: CareSource

Subject: Michigan Department of Community Health Pharmacy Carve Out

As part of our ongoing commitment to timely and clearly articulated communication of policy or process changes, the information listed below supplements current policies to include those listed in the CareSource Provider Manual.

The Michigan Department of Community Health (MDCH) is making changes to coverage of certain medications on April 1, 2010 for Medicaid members. The drug classes previously identified as the "MHP 60/40 Carve Outs" will no longer be covered as part of the Michigan Medicaid Health Plan benefit, including the CareSource Health Care plan benefit. These changes are pursuant to direction from the Centers for Medicare and Medicaid Services (CMS) to the Michigan Medicaid agency. Please refer to the Michigan Pharmaceutical Product List (MPPL) for the carve-out drug lists found on the Pharmacy Benefit Manager website at <https://michigan.fhsc.com/>. Medications within the drug classes listed will be added to the existing 100% carve out and billed at point-of-sale directly to MDCH's contracted Pharmacy Benefit Manager.

Effective April 1, 2010, beneficiaries age 21 years and older will incur a \$1.00 co-pay for generic medications or \$3.00 co-pay for brand name medications. There will be no co-pays for beneficiaries under the age of 21 per Medicaid policy. These medications will be subject to current Fee for Service pharmacy policies and coverage limitations, including prior authorization requirements. Please discuss these changes with your patients. We will provide notification on our website, www.caresource.com, to CareSource members.