

8. PRICING PROCEDURES

The Program will pay Providers according to the criteria set by Government, which may be specified in any valid Agreement between the Government of Newfoundland and Labrador and the Pharmacists Association of Newfoundland and Labrador (PANL).

8.1 Reimbursement

Total Prescription Price

Total Prescription Price will be calculated as follows:

Total Prescription Price = Product Cost + Markup (8.5% or 9%) + up to the Maximum Professional Fee*

*Maximum Professional Fee as defined by an Agreement currently effective and in place between the Government of Newfoundland and Labrador and the Pharmacists Association of Newfoundland and Labrador (PANL) or in the event that no agreement exists, a fee as set by the Minister.

Section 5.1 (attached in Appendix I) of the Agreement effective December 3, 2018 to March 31, 2021 details the categories of covered products, defined cost and negotiated professional fees applicable to the drug plan.

Note:

No SurchARGE can be applied to the prescription cost (i.e. neither NLPDP nor the Beneficiary can be billed or charged a surcharge).

The Program processes claims using the specific benefit status and drug cost data that was effective as of the claim's service date.

8.2 Cognitive Services

Refusal to Fill

The Program will pay 2x Base Professional Fee*, as stated in Section 5.2 of the PANL Contract (attached in Appendix I), where a Provider's intervention results in refusal to fill a prescription for a controlled substance and where that refusal is related to the identification of probable double-doctoring, or suspected abuse/misuse. Please see 10.23 for details.

Prescribing by Pharmacists (Medication Management)

The Program will pay Base Professional Fee* as stated in Section 5.2 of the PANL Contract (attached in Appendix I) where a Provider's

intervention results in a medication management activity. Please see 10.24 for details.

Medication Review

The Program will pay \$52.50 (72 claims per year per pharmacy) where a pharmacist of a participating Provider meets one-on-one with a NLPDP Beneficiary, meeting all the criteria as outlined in the PANL Contract. Please see 10.25 for details.

*Base Professional Fee refers to negotiated dispensing fee in Tier 1 (shown in Section 5.1 of the PANL Contract).

Policy Amendment History

| | <i>Effective Date</i> |
|-----------------|-----------------------|
| Original Policy | July 2007 |
| Revision # 2 | June 17, 2020 |