



Kansas Medical Assistance Program



November 2007

Provider Bulletin Number 7130c

DME Providers

New NDC Requirements

This is a reiteration of DME Bulletin 7107c, published October 2007.

To comply with Centers for Medicare & Medicaid Services (CMS) requirements related to the Deficit Reduction Act, a number of changes involving drug-related HCPCS will become effective with dates of service on and after January 1, 2008. Providers have already been required to submit at least one valid National Drug Code (NDC) for all drug-related HCPCS on noncrossover claims starting January 1, 2007. However, effective with dates of service on and after January 1, 2008, Medicare crossover claims for beneficiaries with both Medicare and Medicaid will no longer be excluded. In addition, drug-related HCPCS codes with submitted NDCs not eligible for drug rebate will be denied.

Note: The Kansas Medical Assistance Program (KMAP) is developing a feature on the KMAP Web site that will provide specific rebate information on NDCs. This feature will be available January 1, 2008.

The following future requirements and restrictions apply when billing for prescription drug products in an office or outpatient setting using a drug-related HCPCS, effective with dates of service on and after January 1, 2008:

1. Medicare crossover claims for beneficiaries with both Medicare and Medicaid will require at least one NDC to be submitted for drug-related HCPCS codes. If at least one valid NDC is not submitted, the HCPCS detail will be denied. If the HCPCS detail is comprised of more than one NDC, each applicable NDC is to be submitted, up to 25 NDCs. See additional information below regarding current NDC requirements.
2. If an NDC is submitted with a CMS Termination Date in effect for the service dates, the HCPCS detail will be denied. A CMS Termination Date indicates the product has been discontinued. This occurs if the product is being replaced, discontinued (the shelf life expiration of the last batch sold), or pulled from the market because of health or safety reasons.
3. If an NDC is submitted with a Drug Efficacy Study Implementation (DESI) value indicating it is less than effective for all indications or is less than effective and has been withdrawn from the market, the HCPCS detail will be denied.

4. If an NDC is submitted whose manufacturer or labeler does not have a rebate agreement with CMS in effect for the service dates, or the NDC is not rebate-eligible, the HCPCS detail will be denied.

To avoid claim denials, providers are advised to evaluate their drug supplies to ensure that drug products administered starting January 1, 2008, are purchased from participating manufacturers. To view a list of participating labelers, visit the following Web site:

<http://www.khpa.ks.gov/MedicalAssistanceProgram/PharmacyInformation/MedicaidDrugRebateParticipatingManufacturers.html>

5. If an NDC is submitted that does not match the HCPCS being billed, the HCPCS detail will be denied. For example, HCPCS J2175 (injection, meperidine hydrochloride, per 100 mg) is billed, but an NDC for morphine is submitted.
6. If a nonspecific drug-related HCPCS code (such as J3490) is billed, a valid NDC quantity is required to be submitted or the claim detail will be denied. See the section titled “Drug-Related Nonspecific HCPCS Codes” at the end of this bulletin for a complete list of nonspecific HCPCS codes that will require a valid NDC quantity.

Note: Public Health Service providers who have not carved out Medicaid and are submitting 340B prices to Medicaid are not required to submit NDC information.

Current NDC Requirements

- 1) If one NDC makes up the HCPCS code being billed, provide the following information:
 - a) Submit a valid NDC that reflects the content of the HCPCS code being billed. The NDC must be an 11-digit code unique to the manufacturer in a 5-4-2 format (99999-9999-99). The 837 transaction data element is LIN03 – Product/Service ID.

Note: If only one NDC makes up the HCPCS being billed, the NDC Quantity, NDC Unit of Measurement Code, and NDC Unit Price fields are not required. For 837 transactions, if a value is submitted for one of these three fields, data must be submitted for all fields. Therefore, KMAP recommends only submitting the NDC. However, if you choose to submit these fields, the fields must be in valid formats. If the actual values are not known, select or enter the following default values:

- NDC Quantity: **0.000**
- NDC Unit of Measurement: **F2** (international unit)
- NDC Unit Price: **\$0.00**

Exception: Beginning with dates of service on and after January 1, 2008, a valid NDC quantity will be required on all NDCs submitted for one of the drug-related nonspecific HCPCS codes. See the section titled “Drug-Related Nonspecific HCPCS Codes” at the end of this bulletin for a complete list of nonspecific HCPCS codes that will require a valid NDC quantity.

- 2) If more than one NDC makes up the HCPCS code being billed, provide the following information:

- a) Submit a valid NDC for *each* NDC used to make up the HCPCS code, up to 25 NDCs. Each NDC must be an 11-digit code unique to the manufacturer in a 5-4-2 format (99999-9999-99). The 837 transaction data element is LIN03 – Product/Service ID.
- b) Submit a valid NDC Quantity for *each* NDC used to make up the HCPCS code. The NDC Quantity must be a numeric value greater than zero. Up to three digits to the right of the decimal point are available. The NDC Quantity is to reflect the number of NDC billing units administered, and in most cases will be different than the number of HCPCS units billed. The 837 transaction data element is CTP04 – Quantity.

Note: Users of the batch 837 health care claim and encounter transactions (professional and institutional) should be aware the NDC Quantity, NDC Unit of Measurement (UOM) Code, and NDC Unit Price make up a single data segment or ‘loop.’ If a value is submitted for one of these fields, data must be submitted for all three. If the NDC Quantity is required due to more than one NDC making up the HCPCS code being billed, default values can be submitted for the NDC UOM and Unit Price if not known. The following values can be set up as defaults within individual billing software programs or can be entered manually:

- NDC UOM default value: **F2** (international unit)
Other valid values are **GR** (gram), **ML** (milliliter), and **UN** (unit)
- NDC Unit Price default value: **\$0.00**

Exception: Beginning with dates of service on and after January 1, 2008, a valid NDC quantity will be required on all NDCs submitted for one of the drug-related nonspecific HCPCS codes. See the section titled “Drug-Related Nonspecific HCPCS Codes” at the end of this bulletin for a complete list of nonspecific HCPCS codes that will require a valid NDC quantity.

For **paper claim** users, a KMAP form entitled NDC Detail Attachment is to be filled out and attached to the paper claim when billing for drug-related HCPCS codes. The NDC Detail Attachment form is included in this bulletin and can be used to make photocopies.

These NDC specifications are applicable to all electronic, Internet, and paper claim submissions. The NDC, NDC Quantity, NDC UOM, and NDC Unit Price fields are available for users of the batch 837 health care claim and encounter transactions (professional and institutional).

For assistance with billing supporting NDC fields, contact the KMAP Customer Service Center at 1-800-933-6593 (in-state providers) or (785) 274-5990, option 0, between 7:30 a.m. and 5:30 p.m., Monday through Friday. A list of drug-related HCPCS codes requiring NDC information is attached at the end of this bulletin.

For questions related to electronic transactions, contact the EDS Electronic Data Interchange (EDI) help desk at 1-800-933-6593, option 3, or via e-mail at edi.kmap@eds.com.

Drug-Related Nonspecific HCPCS Codes

Effective with dates of service on and after January 1, 2008, the following HCPCS codes will require a valid NDC quantity to be submitted for each NDC billed:

J3490	J7633	J7659	J7799	J8999
J3535	J7658	J7699	J8499	J9999

Manual Update

The NDC Detail Attachment has been added to the *DME Provider Manual* in the Forms section.

Information about the Kansas Medical Assistance Program as well as provider manuals and other publications are on the KMAP Web site at <https://www.kmap-state-ks.us>. For the changes resulting from this provider bulletin, please view the *DME Provider Manual*, Forms section.

If you have any questions, please contact Customer Service at 1-800-933-6593 (in-state providers) or (785) 274-5990 between 7:30 a.m. and 5:30 p.m., Monday through Friday.



From the office of the Fiscal Agent

This form is a required attachment for any Kansas Medicaid paper claim billed using a drug HCPCS code on a CMS-1500 or a UB-92

Beneficiary Name_____ Beneficiary ID Number_____ Date of Service_____

Please fill in:

- Legend:

GR – Gram
ML - Milliliter
UN - Unit
F2 – International Unit

Drug-Related HCPCS Codes

Please note the following regarding the list below:

- HCPCS codes listed are not an indication of coverage
- Updated versions will be published at regular intervals
- List reflects what was in effect at the time published and is subject to daily changes

79005	79101	79200	79300	79403	79440	79445	90283	90375	90376
90378	90384	90385	90386	90389	90393	90396	90399	90585	90740
94642	A4216	A4217	A4218	A4800	A4801	A4802	A9500	A9502	A9503
A9505	A9507	A9527	A9535	A9536	A9537	A9538	A9539	A9540	A9541
A9542	A9543	A9544	A9545	A9546	A9547	A9548	A9549	A9550	A9551
A9552	A9553	A9554	A9555	A9556	A9557	A9558	A9559	A9560	A9561
A9562	A9563	A9564	A9565	A9566	A9567	A9568	A9600	A9698	B4164
B4168	B4172	B4176	B4178	B4180	B4185	B4189	B4193	B4197	B4199
B4216	B5000	B5100	B5200	C2637	C9012	C9017	C9018	C9224	C9225
C9229	C9230	C9232	C9233	C9234	C9235	G9033	J0120	J0128	J0129
J0130	J0132	J0133	J0135	J0150	J0152	J0170	J0180	J0190	J0200
J0205	J0207	J0210	J0215	J0256	J0278	J0280	J0282	J0285	J0287
J0289	J0290	J0295	J0300	J0330	J0348	J0350	J0360	J0364	J0365
J0380	J0390	J0456	J0460	J0470	J0475	J0476	J0480	J0500	J0515
J0520	J0530	J0540	J0550	J0560	J0570	J0580	J0583	J0585	J0587
J0592	J0594	J0595	J0600	J0610	J0620	J0630	J0636	J0637	J0640
J0670	J0690	J0692	J0694	J0696	J0697	J0698	J0702	J0704	J0706
J0710	J0713	J0715	J0720	J0725	J0735	J0743	J0744	J0745	J0760
J0770	J0780	J0795	J0835	J0850	J0878	J0881	J0882	J0885	J0886
J0894	J0895	J0900	J0945	J0970	J1000	J1020	J1030	J1040	J1051
J1055	J1056	J1060	J1070	J1080	J1094	J1100	J1110	J1120	J1160
J1162	J1165	J1170	J1180	J1190	J1200	J1205	J1212	J1230	J1240
J1245	J1250	J1260	J1265	J1270	J1320	J1324	J1325	J1327	J1330
J1335	J1364	J1380	J1390	J1410	J1430	J1435	J1436	J1438	J1440
J1441	J1450	J1451	J1452	J1455	J1458	J1460	J1470	J1480	J1490
J1500	J1510	J1520	J1530	J1540	J1550	J1560	J1562	J1565	J1566
J1567	J1570	J1580	J1590	J1600	J1610	J1620	J1626	J1630	J1631
J1640	J1642	J1644	J1645	J1650	J1652	J1655	J1670	J1675	J1700
J1710	J1720	J1730	J1740	J1745	J1751	J1752	J1756	J1785	J1790
J1800	J1810	J1815	J1825	J1830	J1835	J1840	J1850	J1885	J1890
J1910	J1931	J1940	J1945	J1950	J1955	J1956	J1960	J1980	J1990
J2001	J2010	J2020	J2060	J2150	J2170	J2175	J2180	J2185	J2210
J2248	J2250	J2260	J2270	J2271	J2275	J2278	J2300	J2310	J2315
J2320	J2321	J2322	J2325	J2330	J2353	J2354	J2355	J2357	J2360
J2370	J2405	J2410	J2425	J2430	J2440	J2460	J2469	J2501	J2503
J2504	J2505	J2510	J2513	J2515	J2540	J2543	J2545	J2550	J2560
J2590	J2597	J2650	J2675	J2680	J2690	J2700	J2710	J2720	J2725

J2730	J2765	J2780	J2783	J2788	J2790	J2792	J2794	J2795	J2800
J2820	J2850	J2910	J2912	J2916	J2920	J2930	J2940	J2941	J2950
J2993	J2995	J2997	J3010	J3030	J3070	J3100	J3105	J3120	J3130
J3140	J3150	J3230	J3240	J3243	J3246	J3250	J3260	J3265	J3280
J3285	J3301	J3302	J3303	J3305	J3310	J3315	J3320	J3350	J3355
J3360	J3364	J3365	J3370	J3396	J3400	J3410	J3415	J3420	J3430
J3470	J3471	J3472	J3473	J3475	J3480	J3486	J3487	J3490	J3520
J3535	J3590	J7030	J7040	J7042	J7050	J7060	J7070	J7100	J7110
J7120	J7130	J7187	J7188	J7189	J7190	J7191	J7192	J7193	J7195
J7197	J7300	J7302	J7303	J7304	J7306	J7311	J7341	J7500	J7501
J7505	J7506	J7507	J7511	J7513	J7515	J7516	J7517	J7525	J7599
J7607	J7608	J7609	J7610	J7611	J7612	J7613	J7614	J7615	J7620
J7622	J7624	J7626	J7627	J7631	J7633	J7634	J7636	J7637	J7638
J7639	J7641	J7642	J7644	J7645	J7647	J7648	J7649	J7650	J7657
J7658	J7659	J7660	J7667	J7668	J7669	J7670	J7674	J7684	J7685
J7699	J7799	J8498	J8499	J8540	J8597	J8650	J8999	J9000	J9001
J9010	J9015	J9020	J9025	J9027	J9031	J9035	J9040	J9041	J9045
J9050	J9055	J9060	J9062	J9065	J9070	J9080	J9090	J9091	J9092
J9093	J9094	J9095	J9096	J9097	J9098	J9100	J9110	J9120	J9130
J9140	J9150	J9151	J9160	J9165	J9170	J9175	J9178	J9181	J9182
J9185	J9190	J9200	J9201	J9202	J9206	J9208	J9209	J9211	J9212
J9213	J9214	J9215	J9216	J9217	J9218	J9219	J9225	J9230	J9245
J9250	J9260	J9261	J9263	J9264	J9265	J9266	J9268	J9270	J9280
J9290	J9291	J9293	J9300	J9305	J9310	J9320	J9340	J9350	J9355
J9357	J9360	J9370	J9375	J9380	J9390	J9395	J9600	J9999	K0119
K0120	K0121	K0122	K0123	K0124	K0125	K0140	K0141	K0142	K0143
K0144	K0145	K0146	K0166	K0167	K0182	K0283	K0409	K0412	K0418
K0453	K0503	K0504	K0505	K0506	K0507	K0508	K0509	K0511	K0512
K0513	K0514	K0515	K0516	K0518	K0519	K0520	K0521	K0522	K0523
K0524	K0525	K0526	K0527	K0528	K0529	P9013	P9014	P9015	P9024
P9041	P9042	P9043	P9045	P9046	P9047	P9048	Q0048	Q0050	Q0051
Q0052	Q0053	Q0054	Q0055	Q0056	Q0057	Q0093	Q0094	Q0105	Q0106
Q0107	Q0112	Q0125	Q0138	Q0139	Q0140	Q0141	Q0142	Q0143	Q0144
Q0156	Q0157	Q0163	Q0164	Q0165	Q0166	Q0169	Q0170	Q0177	Q0179
Q0180	Q0188	Q0515	Q2009	Q2017	Q3013	Q4079	Q4080	Q4081	Q4082
Q4087	Q4088	Q4089	Q4090	Q4091	Q4092	Q4093	Q4094	Q4095	Q9945
Q9946	Q9947	Q9948	Q9949	Q9950	Q9951	Q9952	Q9953	Q9954	Q9955
Q9956	Q9957	Q9958	Q9959	Q9960	Q9961	Q9962	Q9963	Q9964	S0010
S0011	S0012	S0014	S0017	S0020	S0021	S0023	S0024	S0028	S0029
S0030	S0032	S0034	S0039	S0040	S0073	S0074	S0077	S0078	S0080
S0081	S0090	S0096	S0097	S0098	S0109	S0145	S0147	S0161	S0162
S0166	S0180	S0190	S0191	S0197	S4993	S8060	S9055		