

## To All Providers:

#### Providers Using the Omni System for Eligibility Verification

With the implementation of the Medicare Part D (prescription drug coverage), providers using the Omni system must perform a terminal download to ensure that they are receiving complete Medicare coverage information. The download is free. The IHCP provider bulletin, <u>BT200303</u>, published January 31, 2003, provides complete download instructions. The bulletin is available from the IHCP Web site at <u>www.indianamedicaid.com</u>.

Direct questions about this download to the Omni Help Desk at (317) 488-5051 in the Indianapolis local area or 1-800-284-3548 between the hours of 8 a.m. to 5 p.m., Monday through Friday, excluding State holidays.

To avoid an overload to the Omni download system, the following schedule is recommended:

Table 1 – Recommended Terminal Download Schedule	Table 1 -	· Recommended	Terminal	Download	Schedule
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Provider Last Name	From	То
A to I	January 9, 2006	January 13, 2006
J to Z	January 14, 2006	January 18, 2006

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#### **Modified Solid Food Supplements**

The Indiana Health Coverage Programs (IHCP) reviewed the appropriateness of reimbursement for Healthcare Common Procedure Coding System (HCPCS) code *S9434*, *Modified solid food supplements for inborn errors of metabolism* regarding reimbursement for nutritional products billed using this code. This procedure code became effective in January 2004 and the **IHCP determined it to be non-covered**.

The IHCP covers nutritional supplements, food supplements, and infant formulas when no other means of nutrition is feasible or reasonable according to the Indiana Administrative Code (IAC) 405 IAC 5-24-9. Currently, liquid nutritional supplements and medical foods are covered. However, the IHCP has determined that modified medical foods in tablet or capsule forms are not covered as nutritional needs may be met through current covered formulations.

Nutritional supplements are not considered drugs or biologics. Please report them to the IHCP with the appropriate HCPCS code on the paper CMS-1500 claim form or electronic 837P electronic transaction. According to the Health Insurance Portability and Accountability Act (HIPAA), only drugs and biologics may be reported on the pharmacy claim form with a National Drug Code (NDC). Therefore, effective April 3, 2003, the IHCP discontinued coverage of nutritional supplements billed with an NDC.

For questions, contact customer assistance at (317) 655-3240 in the Indianapolis local area or toll free at 1-800-577-1278.

## PET Scan Coding

The IHCP bulletin <u>BT200516</u> provided billing guidelines for Positron Emission Tomography (PET) scans. BT200516 advised providers to bill PET scans using an appropriate Common Procedural Terminology (CPT®) code and an appropriate International Classification of Diseases, 9th Revision, Clinical Modification (ICD-9-CM) diagnosis code. Table 2 lists additional coding updates for PET scans. CPT codes 78811, 78812, and 78815 are added to PET scan

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imaging for non-small cell lung carcinoma. CPT code 78815 is added to PET scan imaging for colorectal and esophageal cancer. All other billing requirements remain unchanged.

Note: Reimbursement for PET scan services remains unchanged. Reimbursement for the appropriate CPT code, billed with the technical component (TC) and appropriate ICD-9-CM code, on a UB-92 claim form, is \$829.09. Reimbursement for professional services, reported with the appropriate CPT code, modifier 26 (professional services) and the appropriate ICD-9-CM code, and billed on a CMS-1500 or 837P electronic transaction, reimburses from the resourcebased relative value scale (RBRVS) fee schedule.

## **CPT and ICD-9-CM Codes Supporting Medical Necessity**

PET Scan Imaging	CPT Code	ICD-9-CM Code
Whole body, for non-small cell lung carcinoma	<b>78811, 78812</b> , 78813, <b>78815</b> , 78816	162.2, 162.3, 162.4, 162.5, 162.8, 162.9, 196.1, V10.11, V71.1
Whole body, for colorectal cancer	78813, <b>78815</b> , 78816	153.0, 153.1, 153.2, 153.3, 153.4, 153.5, 153.6, 153.7, 153.8, 153.9, 154.0, 154.1, 154.2, 197.5, V10.05, V10.06, V71.1
Whole body, for esophageal cancer	78813, <b>78815</b> , 78816	150.0, 150.1, 150.2, 150.3, 150.4, 150.5, 150.8, 150.9, V10.03, V71.1

Table 2 – ICD-9-CM Codes Supporting Medical Necessity

## Effective in January 2006

• E-Mail Notifications: In January 2006, IHCP is implementing a new Web registration and e-mail notification application that allows providers to subscribe to and receive notification via e-mail when banner pages, bulletins, and newsletters are posted to the IHCP Web site. The notification will contain links to the types of publications to which a provider subscribes. This application will be located on the IHCP Web site at <a href="http://www.indianamedicaid.com">http://www.indianamedicaid.com</a>.

To receive notifications and links to banners, bulletins, and newsletters via e-mail, providers must register and subscribe to the specific types of publications. Please look for more information about this new application in future IHPC publications.

• Annual HCPCS Update: On January 1, 2006 the annual update and the 2005 October and July quarterly HCPCS updates, which include alphanumeric and CPT codes, were loaded in Indiana*AIM* with program coverage and pricing determinations. These codes are available for claims processing on their respective effective dates. To view code coverage and pricing information for the 2006 Annual and the 2005 October and July Quarterly updates, refer to IHCP provider bulletin <u>BT200601</u>, published January 3, 2006.

This provider bulletin outlines the codes and their respective coverage determinations. In addition, the annual and quarterly updates include new alphanumeric and CPT codes that require additional review by the IHCP. Providers will receive coverage and pricing determinations for these codes in a separate provider bulletin or banner page article, after the review is completed.

## Effective in the First Quarter of 2006

**Crossover Coordination of Benefits Agreement (COBA):** The Centers for Medicare and Medicaid Services (CMS) is consolidating the Medicare crossover process under a new COBA initiative. In this initiative, CMS is contracting with one national Coordination of Benefits Contractor (COBC) to handle all crossover processing. The IHCP begins working with the COBC first quarter of 2006. The COBC will consolidate adjudication data from each of the Medicare intermediaries and send one transmittal of crossover adjudicated claims to the IHCP. Crossovers should continue to process as they do now, but because the interface is changing, providers need to monitor their crossover claims to ensure the process is working as expected.

## **Bulletin Number Correction**

Recently, EDS assigned the same IHCP provider bulletin number, *BT200529*, to two different bulletins. The first bulletin, *BT200529*, dated December 1, 2005, is titled "Changes in the Preferred Drug List." The second bulletin was incorrectly assigned *BT200529* as well. This second bulletin, dated December 12, 2005, is titled "Effective End Date of Current HoosierRx Program Structure and Start of State Pharmaceutical Assistance Program – HoosierRx – January 2006." Due to this situation, the first bulletin published December 1, 2005, titled "Changes in the Preferred Drug List," will be referred to as *BT200529A*. Therefore, the second bulletin, published December 12, 2005, titled "Effective End

Date of Current HoosierRx Program Structure and Start of State Pharmaceutical Assistance Program – HoosierRx - January 2006," will be referred to as *BT200529B*.

# **To All Nursing Facility Providers:**

Monthly quality assessment fee accounts receivables (A/Rs) are established during the last week of each month for following month's quality assessment. For example, A/Rs were set up for the November 2005 quality assessment on October 27, 2005. The A/R appeared on the remittance advice dated November 1, 2005; with the reason code 8463 tied to the A/R. If a provider's rate retroactively increased, the A/R on the remittance advice appears with a reason code of 8464 and reports on the same remittance advice as the provider's regular monthly assessment. If a provider's rate retroactively decreased, an expenditure payout appears on the provider's remittance advice with a reason code of 8339 and reports on the same remittance advice as provider's regular monthly assessment.

## **To All Pharmacies and Prescribing Providers:**

• **Drug Groups Added to State MAC Rate List:** Effective February 17, 2006, the following drug groups (Table 3) will be added to the State Maximum Allowable Cost (State MAC) for legend drugs rate list.

Drug Name	State MAC Rate	Drug Name	State MAC Rate
ALBUTEROL SUL 1.25 MG/3 ML SOL	0.54520	HALOPERIDOL 20 MG TABLET	2.33060
CICLOPIROX 0.77% CREAM	0.85310	HYDROXYZINE PAM 100 MG CAP	0.29380
CICLOPIROX 0.77% TOPICAL SUSP	1.15860	KETOROLAC 30 MG/ML VIAL	2.67290
DESMOPRESSIN ACET 0.1 MG TAB	2.51460	LEVOCARNITINE 330 MG TABLET	0.94080
DOXEPIN 150 MG CAPSULE	0.32770	LITHIUM CIT 8 MEQ/5 ML SYRUP	0.03910
ELIXOPHYLLIN 80 MG/15 ML ELIX	0.19300	LITHIUM ER 300 MG TABLET	0.30070
FEXOFENADINE HCL 180 MG TABLET	2.13080	MULTIVITAMIN VIAL	0.60110
FLUCONAZOLE-NS 200 MG/100 ML	0.14480	METOPROLOL-HCTZ 100/25MG TAB	1.36430
GRISEOFULVIN 125 MG TABLET	1.23380	NIFEDIPINE 20 MG CAPSULE	0.36760

Table 3 – Drug Groups Added to State MAC Rate List, Effective February 17, 2006

• Decrease in State MAC Rates: Effective February 17, 2006, State MAC rates for the following drugs decrease as listed in Table 4.

Table 4 – State MAC Rates Decrease, Effective February 17, 2006

Drug Name	State MAC Rate	Drug Name	State MAC Rate
AMITRIPTYLINE HCL 25 MG TAB	0.02150	NITROFURANTOIN 100 MG CAPS	1.22570
AMOXICILLIN 500 MG CAPSULE	0.03850	NITROFURANTOIN-MACRO 50 MG CAPS	0.73070
BENZTROPINE MES 0.5 MG TAB	0.06660	ORPHENADRINE 100 MG TAB ER	0.67240
GUANFACINE 1 MG TABLET	0.09060	OXYCODONE/APAP 10/325 MG TAB	0.65550
MORPHINE SULF 30 MG TAB SA	0.70360	POLYMYXIN B/TMP EYE DROPS	0.17580
NIFEDIPINE ER 30 MG TABLET	0.80520		

• **Correction to Published State MAC Rate Information:** The following is a correction to the State MAC rate information published December 13, 2005, in IHCP provider banner page <u>*BR200550*</u>:

Effective January 27, 2006, the drug group in Table 5 will be added to the State MAC for legend drugs rate list:

Table 5 – Drug Group Added to State MAC Rate, Effective January 27, 2006

Drug Name	State MAC Rate
ALBUTEROL 5 MG/ML SOLUTION	0.13935

Direct questions about the State MAC for legend drugs to the Myers and Stauffer Pharmacy Unit by telephone at (317) 816-4136 or (800) 591-1183, or by e-mail at <u>pharmacy@mslc.com</u>.

• Medicare Part D: Effective January 1, 2006, the CMS is implementing the new Medicare prescription drug coverage. This coverage, also known as Medicare Part D, is a new benefit to help Medicare members pay for prescription drugs.

The IHCP Web site now includes a section titled Medicare Prescription Drug Coverage. Providers should visit this section periodically at http://www.indianamedicaid.com/ihcp/ProviderServices/medicareD.asp for the latest information.

For more information about the Medicare prescription drug benefit, visit the CMS Web site at <u>http://www.cms.gov/medicarereform/</u>.

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