

PROVIDER BULLETIN

No. 11-16

DATE: February 14, 2011

TO: Medicaid Providers

FROM: Vivianne M. Chaumont, Director 
Division of Medicaid & Long-Term Care

BY: Margaret Booth, Physical Health Services Unit Manager

RE: UPDATE: Medicaid Drug Rebate Program – National Drug Code (NDC)
Reporting Requirement for Physician Administered Drugs

PLEASE SHARE THIS INFORMATION WITH ADMINISTRATIVE, CLINICAL
AND BILLING STAFF.

Nebraska Medicaid implemented the National Drug Code (NDC) billing requirements for physician administered drugs effective July 1, 2008. Provider Bulletins 08-02, 08-03, 08-16, and 08-28 urged all providers to begin developing systems as soon as possible in order to meet the mandatory requirement as of July 1, 2008.

Recent claims history indicates that many claims are being submitted with the required data either missing or entered incorrectly on the claim. Claims submitted for payment that do not meet the NDC reporting requirements to include a valid NDC, quantity, and unit of measurement will result in line item denial. Please review the entry of this information and ensure that it is correct and complete.

In addition, only those drugs manufactured by companies (Labelers) participating in the federal Medicaid rebate program are reimbursable under Medicaid. Rebatable Labelers may be located on the DHHS website at:

<http://www.dhhs.ne.gov/med/pharm/RebatableLabelers.aspx>. By entering the NDC label (first 5 digits of the NDC number) in the 'Label' search field, if a rebatable labeler is located, the search results will return the labeler name, and rebate eligibility dates.

If you have questions regarding this bulletin please contact Candace Hupp at 402-471-0800 or candace.hupp@nebraska.gov or Barbara Mart at 402-471-9301 or barbara.mart@nebraska.gov. If you are a physician/practitioner and have questions regarding claims completion of the paper form CMS-1500 or the standard electronic health care claim professional transaction (ASC X12N 837) please call Margaret

Brockman at 402-471-9368 or margaret.brockman@nebraska.gov . If you are a hospital and have questions regarding claims completion of the paper form CMS-1450 or the standard electronic health care claim institutional transaction (ASC X12N 837) call Margaret Booth at 402-471-9380 or margaret.booth@nebraska.gov.