



Subject: NDC and J-Code Billing

Scope: AmeriChoice of Pennsylvania (ACPA)

In accordance with the Federal Medicaid Drug Rebate Program and effective on September 20, 2010, ACPA's policy regarding billing J-Codes will be modified. In order to comply with this program provision, ACPA providers will be required to include and bill corresponding NDC Codes when billing J-Codes. Claims that are received without this required information may be denied.

The Federal Medicaid Drug Rebate Program applies to all covered outpatient drugs. This includes compound drugs and physician-administered drugs currently billed using HCPCS codes. To be included on the list of covered outpatient drugs, a manufacturer must have a current signed Federal Medicaid Drug Rebate agreement with CMS. A covered outpatient drug is a prescribed or physician administered drug (including prescribed "over-the-counter" drug). This change will not affect the 5010 and ICD10 changes that are being mandated by the federal government by 2012.

Should you have any questions, please contact Provider Services at  
1-800-345-3627.