



*Published by the  
N.J. Dept. of Human Services,  
Div. of Medical Assistance & Health Services  
& the N.J. Dept. of Health & Senior Services  
Div. of Senior Benefits and Utilization  
Management*

# Newsletter

Volume 20 No. 08

June 2010

**TO:** Providers of Pharmaceutical Services - **For Action**  
Health Maintenance Organizations – **For Information Only**

**SUBJECT:** **Non-Covered NDCs**

**PURPOSE:** To notify providers of pharmaceutical services of decisions by the New Jersey Division of Medical Assistance and Health Services (DMAHS) and the New Jersey Department of Health and Senior Services (NJDHSS) to enhance their review of National Drug Codes (NDCs) reported on pharmacy claims.

**EFFECTIVE:** Claims processed on or after June 1, 2010

**BACKGROUND:** The Centers for Medicare and Medicaid Services (CMS) periodically compares NDCs reported on pharmacy claims to a file of NDCs maintained by the federal Food and Drug Administration (FDA). The outcome of this comparison identifies those NDCs that are not covered since they are not recognized by the FDA.

To improve the quality of reported NDC information, DMAHS and DHSS are initiating a review of pharmacy claims performed during the adjudication process to identify non-covered NDC numbers.

**ACTION:** Effective for claims processed on or after June 1, 2010, pharmacy claims that report a non-covered NDC shall be denied payment by Error Code 2119, "NonCov. NDC per CMS/FDA Restr."

If any questions regarding this Newsletter, please contact Molina Medicaid Solutions (Formerly Unisys) Provider Services at (800) 776-6334.

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