

TO: Chief Executive Officer - Hospitals

(ROUTE TO: Chief Medical Officer, Finance, Billing and Accounting  
Offices)

SUBJECT: Reimbursement of the Norplant System  
(Levonorgestrel Subdermal Implants)

EFFECTIVE: Immediately

PURPOSE: To clarify hospital billing procedures for the submission of  
Norplant claims for the insertion, reinsertion and removal of the  
System (NPS).

ACTION: The following reimbursement policy applies when billing Medicaid for  
services provided by a hospital outpatient department:

1. Reimbursement will be limited to no more than two (2) insertions and two (2) removals of the Norplant System during a five (5) year continuous period; and
2. Reimbursement for the insertion or reinsertion of the NPS is not permitted in conjunction with other forms of contraception, (e.g. insertion of an I.U.D.).

BILLING INSTRUCTIONS:

For hospital outpatient department reimbursement, the special program indicator, clinic codes, revenue codes, and ICD-9-CM diagnosis codes that apply for the insertion, reinsertion and removal of the NPS are as follows:

DESCRIPTION

	Insertion of implantable subdermal contraception	Implantable subdermal contraception (checking, reinsertion or removal)
Special Program Indicator (Field 44)	04	04
Clinic Codes (Field 50)	10 or 11	10 or 11
Revenue Codes (Field 51)	510 or 519	510 or 519
ICD-9-CM Diagnosis Codes (Field 77-81)	V255	V2543

The charge for the NPS kit should be included when billing the revenue codes 510 or 519. The cost-to-charge reimbursement methodology applies to the provision of this service.

Garden State Health Plan policies and procedures remain in effect.

For any information or questions regarding this Newsletter, please contact the Medical Consultant, Division of Medical Assistance and Health Services at (609) 588-2751.

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(BLUE TAB MARKED "5").