

TO: Physicians

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

EFFECTIVE: Immediately

PURPOSE: To inform physician providers of changes in the New Jersey Jersey Health Services Program Newsletter P-676, dated August 12, 1991.

ACTION: The HCPCS procedure codes for the NPS were added in the 1992 CPT-4. The codes, descriptions and maximum fee allowance schedule as listed on the following pages are to be used by physicians for billing purposes when providing NPS services in an office or hospital setting.

The following reimbursement policy applies when physicians are billing for services provided in an office or hospital setting (both inpatient and outpatient):

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;
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.);
3. When billing for the insertion or reinsertion of the Norplant System provided in the hospital setting, the hospital shall bill for the NPS kit (see billing instructions below). Therefore, the physician must not bill the New Jersey Medicaid program for the cost of the NPS kit in this setting; and
4. When billing for both the cost of the NPS kit and the insertion or reinsertion of the NPS in the physician's office, the physician must bill the New Jersey Medicaid program by using the HCPCS procedure code 11975 and modifier "22". Reimbursement for the NPS kit is based upon the direct package price and will be periodically adjusted to reflect the changes in the price by the manufacturer.

BILLING INSTRUCTIONS:

The HCFA Common Procedure Coding System (HCPCS) procedure codes and the New Jersey Medicaid program's Maximum Fee Allowance Schedule for the insertion, reinsertion and for the removal of the NPS are as follows:

OFFICE SETTING:

<u>HCPCS</u> <u>CODE</u>	<u>MOD</u>	<u>DESCRIPTION</u>	<u>FOLLOW</u> <u>UP</u>	<u>MAXIMUM FEE ALLOWANCE</u>			<u>ANES</u>
				<u>DAYS</u>	<u>S</u>	<u>\$</u>	<u>NS</u>
							<u>UNITS</u>
11975	22	Insertion implantable contraceptive capsules	30	Direct package price plus \$100.00	** Direct package price plus \$85.00	Direct package price plus \$85.00	0

QUALIFIER: The maximum fee allowance includes the cost of the NPS kit

NOTE: This HCPCS procedure code replaces W0009.

NOTE: Modifier "22" indicates the inclusion of the cost of the kit.

\*\* At the current time (6/1/93), the direct package price is \$365.00.

11976		Removal, implantable contraceptive capsules.	90	\$100.00	\$85.00		0
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QUALIFIER: The maximum fee allowance is for the removal of the

NOTE: This HCPCS procedure code replaces W0010.

11977	22	Removal with reinsertion, implantable contraceptive capsules.	90	Direct** package price plus \$200.00	Direct package price plus \$170.00		0
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QUALIFIER: The maximum fee allowance is for the removal with reinsertion of the "Norplant System" (six levonorgestrel implants) and the post-removal/reinsertion visit.

HCPCS procedure codes (W0009 and W0010) used for services provided in an office setting as listed in the previous New Jersey Health Services Program Newsletter, P-676, dated August 12, 1991 will be discontinued for dates of service after July 14, 1993. Claims with dates of service on and after July 15, 1993 using the procedure codes W0009 or W0010 will be denied.

HOSPITAL SETTING (BOTH INPATIENT AND OUTPATIENT):

Use the following procedure codes when the NPS services are provided in a hospital setting and when the physician bills for the insertion, reinsertion or removal of NPS. The physician will not be reimbursed for the cost of the NPS kit. The hospital will be reimbursed directly for the cost of the NPS kit.

<u>HCPCS CODE</u>	<u>MOD</u>	<u>DESCRIPTION</u>	<u>FOLLOW</u>	<u>MAXIMUM FEE ALLOWANCE</u>			<u>ANES</u>	<u>UNITS</u>
			<u>UP</u>	<u>S</u>	<u>\$</u>	<u>NS</u>	<u>BASIC</u>	
			<u>DAYS</u>					
11975		Insertion, implantable contraceptive capsules.	30	\$100.00	\$85.00		0	
insertion implants)		QUALIFIER: The maximum fee allowance is reimbursed for the or reinsertion of the "Norplant System" (six levonorgestrel and the post insertion visit.						
11976		Removal, implantable contraceptive capsules	90	\$100.00	\$85.00		0	
		QUALIFIER: The maximum fee allowance is reimbursed for the removal of the "Norplant System" (six levonorgestrel implants) and for the post removal visit.						
11977		Removal with reinsertion, implantable contraceptive capsules	90	\$200.00	\$170.00		0	
		QUALIFIER: The maximum fee allowance is reimbursed for the removal and reinsertion of the "Norplant System" (six levonorgestrel implants) and for the post removal/reinsertion visit.						

Garden State Health Plan policies and procedures remain in effect.

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

RETAIN THIS NEWSLETTER NUMERICALLY BEHIND THE NEWSLETTER TAB  
(BLUE TAB MARKED "5").