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Medicaid Alert

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TO: All Providers – **For Action**
Health Maintenance Organizations – **For Information Only**

SUBJECT: HIPAA-Compliant Facility Type Code Value Reporting

EFFECTIVE: Claims submitted on or after July 6, 2015

PURPOSE: To announce a decision by the New Jersey Division of Medical Assistance and Health Services (DMAHS) to accept all HIPAA-compliant Facility Type Codes, **otherwise referred to as Place of Service Code values**, reported on all professional and dental Medicaid/NJ FamilyCare (NJFC) fee-for-service (FFS) claims, regardless of the submitted claim media type (i.e. HIPAA electronic claims, paper claims or Direct Data Entry (DDE) claims).

BACKGROUND: The New Jersey Medicaid Management Information System (NJMMIS) uses internal translation tables to convert HIPAA-compliant Facility Type Code values, which are two-digit values, to a single-digit Place of Service code. A recent review of these tables determined that the NJMMIS is not recognizing all HIPAA-compliant Facility Type Code values.

ACTION: Effective for claims submitted on or after July 6, 2015, the NJMMIS shall accept **all** HIPAA-compliant Facility Type Codes, regardless of the media type used by a provider to submit Medicaid/NJFC FFS professional and dental claims. The HIPAA-compliant Facility Type Code values may be found at [http://www.cms.gov/Medicare/Coding/place-of-service-codes/Place of Service Code Set.html](http://www.cms.gov/Medicare/Coding/place-of-service-codes/Place%20of%20Service%20Code%20Set.html). The Centers for Medicare and Medicaid Services (CMS) is responsible for developing Facility Type Code values to identify the location where health care services are delivered.

It is important to note that Error Code 141 shall post to claims not reporting a valid Facility Type Code. Also, Error Code 236 shall deny claims when the Facility Type Code reported on a claim is inappropriate for the type of service provided. With implementation of the CMS-authorized Facility Type Codes, providers may need to revisit previously reported Facility Type Codes to ensure that the Code reported is appropriate for the type of service provided.

The Medicaid HIPAA Companion Guide has also been updated indicating that providers alternatively reference the Code Source 237: Place of Service Codes for Professional Claims as referenced in an Appendix to the 837 Professional or Dental Technical Service Guide (TR3).

If you have any questions concerning this Medicaid Alert, please contact Molina Medicaid Solutions Provider Relations at 1-800-776-6334.

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