

Update on Pharmacy Billing for Compounded Prescriptions

When billing a compound via National Council for Prescription Drug Programs (NCPDP) D.0 transaction, providers **MUST** submit a minimum of two reimbursable ingredients (NDC's) in the Compound Segment, field 489-TE- (Compound Product ID). Providers are able to submit up to 25 ingredients (NDC's) using this field. Providers **MUST** also submit a compound code of "2" in field 406-D6-(Compound Code) in the Claim Segment.

All ingredients of a compounded prescription **MUST** be submitted to Medicaid regardless of reimbursement.

Effective July 10, 2014, Medicaid will enforce editing to ensure a minimum of two ingredients (NDC's) in the Compound Segment, field 489-TE- (Compound Product ID) are submitted on a compound claim.

The information above provides more additional billing details to support the compound drug billing instructions listed in the February 2014 Medicaid Update:

http://www.health.ny.gov/health_care/medicaid/program/update/2014/feb14_mu.pdf

A Medicaid list of reimbursable drugs can be found at: <https://www.emedny.org/info/formfile.aspx>.

Please contact the eMedNY Call Center at (800) 343-9000 for questions regarding this billing requirement or any billing issue.