

March 14, 2019

Provider Bulletin-Correct Coding for DME Providers & Providers billing J-Codes

As Kern Health Systems continues to review provider billing practices and how we can increase payment quality, accuracy, and timeliness we need the assistance of durable medical equipment providers and all providers billing drugs using J-Codes.

## **DME** Providers

Effective May 1, 2019, DME providers must use the appropriate UPN codes that are approved by Medi-Cal and record them in the required field on the 1500 form. These codes can be found on the Medi-Cal website. Only Medi-Cal approved UPN codes will be accepted by KHS after May 1<sup>st</sup>.

## J-Codes and NDC numbers

Effective May 1, 2019, all provider administering medications in their offices to KHS patients must use the appropriate J-Code that are approved by Medi-Cal as well as the correct NDC number, and record them in the required field on the 1500 form. These codes can be found on the Medi-Cal website. Only Medi-Cal approved J-Codes and NDC numbers will be accepted by KHS after May 1<sup>st</sup>.

For electronic claim submissions, the following Loop and segments should be utilized: Loop 2410: LIN02 (UPN & NDC Qualifiers) LIN03 (UPN & NDC Values) CTP04 (Quantity) CTP05 (Composite Unit of Measure)

If you have any questions regarding these two claims billing practices, or need further information on electronic billing, please contact your provider relations representative.

Thanks for you continued support,

Kern Health Systems



