

GOVERNMENT OF THE DISTRICT OF COLUMBIA
Department of Health Care Finance



Office of the Senior Deputy Director/Medicaid Director

Transmittal No: 15-22

TO: ALL Durable Medical Equipment Providers
FROM: Claudia Schlosberg, JD 
Senior Deputy Director/State Medicaid Director
DATE: July 7, 2015
SUBJECT: National Correct Coding Procedure to Procedure Edits

The Department of Health Care Finance (DHCF) implemented CMS' National Correct Coding Initiative (NCCI) standard payment methodologies in February 2012. In October 2012 CMS implemented a new NCCI methodology for Medicaid, NCCI Procedure to Procedure edits (P2P) for Durable Medical Equipment (DME). NCCI procedure-to-procedure edits define pairs of Healthcare Common Procedure Coding System (HCPCS)/Current Procedural Terminology (CPT) codes that should not be reported together for a variety of reasons.

As part of the federal Patient Protection and Affordable Care Act it requires that state Medicaid agencies integrate the NCCI payment methodologies in their claims payment systems for qualifying claims.

As part of the federal mandate for implementing these edits, DHCF is required to re-adjudicate all claims for service dates on or after October 1, 2012 that could be impacted by these edits. In the coming months we will begin the process of reprocessing any previously submitted claims so that these edits can be applied against previous submissions. The NCCI implementation ensures that services are paid correctly in accordance with state and federal policy and regulations.

We will reprocess all DME claims with a date of service on or after October 1, 2012 with a paid date on or before July 15, 2015. If the reprocessing results in a recoupment greater than \$1,000.00 the funds will be recouped in 20% increments until the balance is satisfied.

Detailed descriptions of the payment methodologies as well as guides to NCCI coding tools can be located at <http://cms.gov/NationalCorrectCodinitED/>.

If you have any questions regarding this transmittal, please contact Provider Services at (202) 698-2000.