Medicare Hospital Manual

Department of Health and Human Services (DHHS) HEALTH CARE FINANCING ADMINISTRATION (HCFA)

Transmittal 751

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REFER TO CHANGE REQUEST 1044

460.1 - 460.1 (Cont.)

PAGES TO INSERT

PAGES TO DELETE

4-552.13 - 4-552.16 (4 pp.) 4-552.13 - 4-552.15 (3 pp.)

NEW/REVISED MATERIAL--EFFECTIVE DATE: October 1, 1999

Section 460.1, Payment for Blood Clotting Factor Administered to Hemophilia Inpatients, is revised to extend coverage of blood clotting factor administered to hemophilia inpatients from October 1, 1999 through September 30, 2000.

DISCLAIMER: The revision date and transmittal number only apply to the redlined material. All other material was previously published in the manual and is only being reprinted.

HCFA-Pub. 10

Other Bills Not Required.

FL 84. Remarks

<u>Required</u>. For DME billings show the rental rate, cost, and anticipated months of usage so that your intermediary may determine whether to approve the rental or purchase of the equipment. Where Medicare is not the primary payer because WC, automobile medical, no-fault, liability insurer or an EGHP is primary, enter special annotations. (See §§469, 470, 471, and 472 for appropriate annotations.) In addition, enter any remarks needed to provide information that is not shown elsewhere on the bill but which is necessary for proper payment.

FL 85. Provider Representative Signature and Date

Not Required. A hospital representative makes sure that the required physician's certification and recertifications are in the records before signing the form. A stamped signature is acceptable. (See §273ff.)

FL 86. Date

Not Required. This is the date of the provider representative's signature.

460.1 Payment for Blood Clotting Factor Administered to Hemophilia Inpatients.--Section 6011 of Public Law (P.L.) 101-239 amended §1886(a)(4) of the Act to provide that prospective payment hospitals receive an additional payment for the costs of administering blood clotting factor to Medicare hemophiliacs who are hospital inpatients. Section 6011(b) of P.L. 101-239 specified that the payment is to be based on a predetermined price per unit of clotting factor multiplied by the number of units provided. This add-on payment originally was effective for blood clotting factor furnished on or after June 19, 1990 and before December 19, 1991. Section 13505 of P.L. 103-66 amended §60ll (d) of P.L. 101-239 to extend the period covered by the add-on payment for blood clotting factors administered to Medicare inpatients with hemophilia through September 30, 1994. Section 4452 of P.L. 105-33 amended §6011(d) of P.L. 101-239 to reinstate the add-on payment for the costs of administering blood clotting factor to Medicare beneficiaries who have hemophilia and who are hospital inpatients for discharges occurring on or after October 1, 1998.

The add-on payment for FY 1999 was calculated using the same methodology used in the past. The price per unit of clotting factor is established based on 85 percent of the current price listing available from the 1998 Drug Topics Red Book, the publication of pharmaceutical average wholesale prices (AWP).

A. <u>Billing</u>.--Three separate add-on amounts have been set, one for each of the three basic types of clotting factor--Factor VIII, Factor IX and other factors which are given to the patients with inhibitors to Factors VIII and IX.

The HCPCS codes which identify the three types of clotting factor along with the price per unit for discharges occurring on or after June 19, 1990, and before October 1, 1991 are:

J7190	Factor VIII, viral inactivated	- \$.64 per IU
J7194	Factor IX, complex, heat treated	26 per IU

J7194 Factor IX, complex, heat treated - .26 per IU J7196 Other Hemophilia clotting factors - 1.00 per IU (e.g., anti-clotting inhibitors.) For discharges occurring on or after October 1, 1991, and through September 30, 1992, the codes and changes are:

J7190	Factor VIII, viral inactivated	- \$.72 per IU
J7194	Factor IX, complex, heat treated	26 per IU
J7196	Other Hemophilia clotting factors	- 1.11 per IU
	(e.g., anti-clotting inhibitors.)	-

For discharges October 1, 1992, through September 30, 1993, the following prices per unit are in effect:

J7190	Factor VIII	- \$.76 per IU
J7194	Factor IX	30 per IU
J7196	Other Hemophilia	- 1.02 per IU
	blood clotting factors	-

For discharges occurring on or after October 1, 1993, through September 30, 1994, the prices are as follows:

J7190, J7192	Factor VIII	- \$.76 per IU
J7194	Factor IX	33 per IU
J7196	Other Hemophilia	- 1.02 per IU
	blood clotting factors	-

Effective January 1, 1994, a new Factor VIII code was introduced, J7192 (Antihemophilic recombinant) paid at the same rate as other Factor VIII products (\$.76 per unit).

J7192 Factor VIII, Anti-Hemophilic, recombinant - \$.76 per IU

For discharges occurring on or after October 1, 1997 through September 30, 1998, the prices are as follows:

J7190	Factor VIII (Anti-Hemophilic	- \$.76 per IU
	Factor, Human)	-
J7192	Factor VIII	- 1.00 per IU
J7194	Factor IX Complex	32 per IU
J7196	Other Hemophilia clotting	- 1.10 per IU
	factors (e.g., anti-inhibitors)	I

Effective for services on or after April 1, 1998, two new HCPCS billing codes are established for purified and recombinant Factor IX.

Q0160	Factor IX (Anti-Hemophilic - \$ 0.93 per IU	
	Factor, purified, non-combinant)	
Q0161	Factor IX (Anti-Hemophilic - 1.00 per IU	
	Factor, purified, Recombinant)	

For discharges occurring on or after October 1, 1998 through September 30, 1999, the prices are as follows:

J7190	Factor VIII (Anti-Hemophilic	- \$.78 per IU
	Factor, Human)	-
J7192	Factor VIII (Anti-Hemophilic	- 1.00 per IU
	Factor, Recombinant)	
J7194	Factor IX, (Complex)	38 per IU

J7196	Other Hemophilia clotting Factor, (anti-inhibitors)	-	1.10 per IU
Q0160	Factor IX (Anti-Hemophilic	-	.93 per IU
Q0161	Factor, purified, non-recombinant) Factor IX (Anti-Hemophilic	-	1.00 per IU
	Factor, purified, recombinant)		

These prices will be effective for add-on payments for blood clotting factor administered to inpatients who have hemophilia for discharges beginning on or after October 1, 1999 through September 30, 2000.

Factor VIII (Antihemophilic)	.79 per IU
Factor VIII (Antihemophilic	1.87 per IU
Factor VIII (Antihemophilic	1.03 per IU
Factor IX (Complex)	.45 per IU
	1.43 per IU
Factor IX (Antihemophilic	.97 per IU
Factor IX (Antihemophilic	1.00 per IU
Factor VIIa (Coagulation Factor, Recombinant)	1.19 per MCGs
	Factor, Human) Factor VIII (Antihemophilic Factor, Porcine) Factor VIII (Antihemophilic Factor, Recombinant) Factor, Recombinant) Factor IX (Complex) Other Hemophilia clotting Factors (e.g., anti-inhibitors) Factor IX (Antihemophilic Factor, purified, nonrecombinant) Factor IX (Antihemophilic Factor, recombinant) Factor, recombinant) Factor, VIIa (Coagulation Factor,

Report one hundred IUs of any of the clotting factors as one unit. (100 IUs - one billing unit.) Therefore, the payment for one billed unit of hemophilia clotting Factor VIII furnished December 1, 1993, is \$76.00. One billed unit of Factor IX is \$33.00. One billed unit of other hemophilia clotting factors is \$102.00.

If the number of units is between even hundreds, round to the nearest hundred. Thus, units of 1 to 49 are rounded down to the prior 100 and units of 50 to 99 are rounded up to the next 100 (i.e., 1,249 units are entered on the bill as 12; 1,250 units are entered as 13).

In reporting the number of IUs administered, divide the number of IUs administered by 100 and round the answer to the nearest whole number to determine the billing unit. (An answer which includes fractions of .50 to .99 = 1 additional billing unit. An answer which includes fractions of .01 to .49 = no additional billing units). The following examples illustrate the correct billing for the different types of clotting factors:

EXAMPLE 1:	A patient receives 1,200 IUs of Factor VIII (J7190) on December 1, 1993. The hospital divides the number of IUs administered by 100 to obtain the number of billing units. (1,200 divided by $100 = 12$ billing units.) Enter 12 in FL 96 of the HCFA-1450. The payment amount is \$912 (12 billing units x \$76 (100 IUs x \$.76)).
EXAMPLE 2:	A patient receives 3,449 IUs of Factor IX (J7194) on January 4, 1994. The hospital divides this number by 100 to obtain the number of billing units. (3,449 divided by $100 = 34.49$ billing units.) Round down to the nearest whole number to obtain the billing units, and enters 34 in FL 96. The payment amount is \$1,122 (34 billing units x \$33 (100 IUs x \$.33)).

- EXAMPLE 3: A patient receives 5,250 IUs of anti-inhibitors (J7196) (which are a type of other hemophilia clotting factor) on July 6, 1994. The hospital divides the number of IUs administered by 100 to obtain the number of billing units. (5,250 divided by 100 = 52.50 billing units.) The hospital rounds up to the nearest whole number to obtain the billing units, and enters 53 in FL 96. The payment amount will be \$5406 (53 billing units x \$102 (100 IUs x \$1.02).
- EXAMPLE 4: A patient receives 4,850 MCGs of Factor VIIa (Q0187) on November 1, 1999. The hospital divides the number of MCGs administered by 100 to obtain the number of billing units. (4,850 divided by 100 = 48.50 billing units.) The hospital rounds up to the nearest whole number to obtain the billing units and enters 49 in FL 96. The payment amount is \$5,831 (49 billing units x \$119 (100 MCGs x \$1.19)

When the number of units of blood clotting factor administered to hemophiliac inpatients exceeds 999,999,949 (report as 9,999,999, report the excess as a second line for revenue code 636 and repeat the HCPCS code. One billion fifty million (1,050,000,000) units are reported on one line as 9,999,999, and another line as 500,001.

Use Revenue Code 636. This requires HCPCS. Continue to bill other inpatient drugs without HCPCS codes under pharmacy.

In order to qualify for the add-on payment for hemophilia blood clotting factor, the claim must contain a hemophilia diagnosis code, either as principal or secondary diagnosis. One of the following ICD-9-CM diagnosis codes must be present on the claim.

Final rule (58 FR 46304) states that payment will be made for blood clotting factor only if there is an ICD-9-CM diagnosis code for hemophilia included on the bill. Since blood clotting factors are only covered for beneficiaries with hemophilia, list one of the following hemophilia diagnosis codes on the bill:

286.0	Congenital factor VIII disorder
286.1	Congenital factor IX disorder
286.2	Congenital factor XI disorder
286.3	Congenital deficiency of other clotting factors
286.4	von Willebrands' disease