



Network Notification

Date: October 19, 2010

Number: MI-P-2010-14a

To: Michigan Providers

From: CareSource

Subject: New NDC Code Requirements for All Outpatient Drugs

Effective: November 1, 2010

Effective November 1, 2010, CareSource Michigan providers must submit a National Drug Code (NDC) and Units in conjunction with the HCPCS & CPT code(s) when submitting outpatient facility or professional claims for reimbursement.

CareSource requires that the NDC code and associated units are submitted for consideration of payment. This requirement complies with the mandate of the Michigan Department of Community Health (MDCH) [MSA Bulletin, #MSA 10-26](#), which was issued on July 1, 2010.

As outlined in the bulletin, the PPACA (Patient Protection and Affordable Care Act) requires Medicaid to collect rebates for outpatient drugs from manufacturers who have rebate agreements administered by CMS. The NDC is essential in identifying the drug manufacturer to facilitate these rebates.

We appreciate your cooperation in complying with this state mandated requirement.

For questions, please contact your provider relations representative or call Provider Services at 1-800-390-7102.