

# **National Drug Code (NDC) Billing Guidelines**

Blue Cross and Blue Shield of Oklahoma (BCBSOK) requires the use of National Drug Codes (NDCs) and related information, such as Current Procedural Terminology (CPT®) and Healthcare Common Procedure Coding System (HCPCS), when drugs are billed on **professional/ancillary** electronic (ANSI 837P) and paper (CMS-1500) claims.

This information is also required to be submitted on **institutional/facility** electronic (ANSI 837I) and paper (UB-04) claims for drug-related Revenue Codes that require CPT/HCPCS codes. This includes unlisted CPT/HCPCS codes that require additional NDC information.

#### Where do I find the NDC?

The NDC is usually found on the drug label or medication's outer packaging. If the medication comes in a box with multiple vials, using the NDC on the box (outer packaging) is recommended. The number on the packaging may be less than 11 digits. An asterisk may appear as a placeholder for any leading zeros. The container label also displays information for the unit of measure for that drug. Listed below are the preferred NDC units of measure with examples:

- UN (Unit) Powder-filled vials for injection (needs to be reconstituted), pellet, kit, patch, tablet, device
- **ML** (Milliliter) Liquid, solution, or suspension
- GR (Gram) Ointments, creams, inhalers, or bulk powder in a jar
- F2 (International Unit) Products described as IU/vial, or micrograms

### How do I submit the NDC on my claim?

Here are some quick tips and general guidelines to assist you with proper submission of valid NDCs and related information on electronic and paper claims:

- The NDC must be submitted along with the applicable CPT/HCPCS code(s) and the number of CPT/HCPCS
  units
- The NDC must follow the 5digit4digit2digit format (11-digit billing format, with no spaces, hyphens or special characters). If the NDC on the package label is less than 11 digits, a leading zero must be added to the appropriate segment to create a 5-4-2 configuration.
- The NDC must be active for the date of service.
- Also include the NDC qualifier, number of NDC units and NDC unit of measure. [Note: BCBSOK allows up to
  three decimals in the NDC Units (quantity or number of units) field. Failure to include appropriate decimals in the
  NDC units field may lead to incorrect payments subject to review or audit. As a reminder, you also must include
  your billable charge.]

#### PROFESSIONAL AND INSTITUTIONAL ELECTRONIC CLAIM GUIDELINES (ANSI 837P and ANSI 837I)

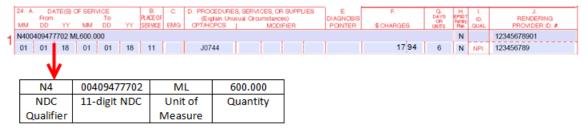
Field Name	Field Description	Loop ID	Segment
Product ID Qualifier	Enter N4 in this field.	2410	LIN02
National Drug Code	Enter the 11-digit NDC billing format assigned to the drug administered.	2410	LIN03
National Drug Unit Count	Enter the quantity (number of NDC units)	2410	CTP04
Unit or Basis for Measurement	Enter the NDC unit of measure for the prescription drug given (UN, ML, GR, or F2)	2410	CTP05

Note: The total charge amount for each line of service also must be included for the Monetary Amount SV102 Segment, 2400 loop.

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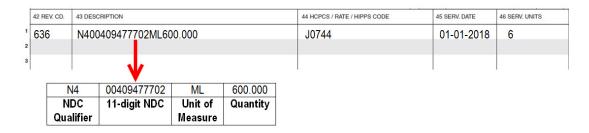
#### PROFESSIONAL PAPER CLAIM GUIDELINES (CMS-1500)

In the *shaded portion* of the line-item field 24A-24G on the CMS-1500, enter the qualifier **N4 (left-justified), immediately followed by** the NDC. Next, enter one space for separation, then enter the appropriate qualifier for the correct dispensing unit of measure (**UN**, **ML**, **GR**, or **F2**), followed by the quantity (number of NDC units up to three decimal places), as indicated in the example below.



## **INSTITUTIONAL PAPER CLAIM GUIDELINES (UB-04)**

In the line-item field 42-46, enter the appropriate drug-related revenue code in field 42. In field 43, report the NDC qualifier **N4** (**left-justified**), **immediately followed by** the 11-character NDC in the 5-4-2 format (no hyphens). Immediately after the last digit of the NDC, enter the appropriate qualifier for the correct package size, NDC unit of measure (UN, ML, GR, or F2), followed by the quantity (number of NDC units up to three decimal places), as indicated in the example below.



Contracted providers should contact their provider representative to get the latest NDC Reimbursement Schedule.

**Note:** Reimbursement for discarded drugs applies only to single-use vials. Multi-use vials are not subject to payment for discarded amounts of the drug

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