

DEPARTMENT OF SOCIAL SERVICES

DIVISION OF MEDICAL SERVICES 700 GOVERNORS DRIVE PIERRE, SD 57501-2291 PHONE: 605.773.3495 FAX: 605.773.5246 WEB: dss.sd.gov

December 1, 2023

Attention: South Dakota Medicaid Providers and Billing Professionals

From: South Dakota Medicaid

Re: Continuous Glucose Monitor Coverage and Billing Changes

Effective December 1, 2023, South Dakota Medicaid will expand continuous glucose monitor coverage through enhanced prior authorization criteria and billing changes.

Expanded Coverage

Continuous glucose monitoring systems will be covered with a prior authorization for Medicaid recipients who meet the following conditions:

- The recipient has Type 1 diabetes mellitus;
- The recipient has Type 2 diabetes mellitus and is using rapid acting insulin (e.g., insulin lispro, insulin glulisine, insulin aspart/combination) and/or short acting insulin (e.g., insulin regular); or
- The recipient has gestational diabetes.

Providers should refer to the <u>Durable Medical Equipment</u>, <u>Prosthetics</u>, <u>Orthotics and Supplies</u> manual for additional information including criteria for continuation of CGMs and guidance regarding replacement monitors.</u>

Billing Changes

Continuous glucose monitors are now allowed through the pharmacy benefit. Providers must order and prior authorize CGMs through a pharmacy unless the recipient is dual eligible (eligible for both Medicare and Medicaid). CGM claims for dual eligibles must continue to be billed on a CMS 1500 form. This change will not interrupt claims or authorizations for CGM products that were prior authorized before December 1, 2023 and billed on a CMS 1500 form.

Claims billed on a CMS 1500 form must be billed with both a HCPCS code and an 11-character NDC with no hyphens or spaces. An NDC is required as it allows the state to identify which manufacture should be billed for supplemental rebates. The NDC is found on the device package. The NDC submitted on the claim must be the NDC number for the actual product dispensed. Refer to the <u>CMS</u> 1500 Claim Instructions for reporting the NDC on a claim.

Sincerely,

South Dakota Medicaid

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ATENCIÓN: si habla español, tiene a su disposición servicios gratuitos de asistencia lingüística. Llame al 1-800-305-9673 (TTY: 711).

ACHTUNG: Wenn Sie Deutsch sprechen, stehen Ihnen kostenlos sprachliche Hilfsdienstleistungen zur Verfügung. Rufnummer: 1-800-305-9673 (TTY: 711).