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DIVISION OF MEDICAL SERVICES
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December 4, 2019

Attention: South Dakota Medicaid Providers

From: South Dakota Medicaid

RE: FQHC/RHC Policy Clarifications

South Dakota Medicaid is notifying FQHCs and RHCs of recent policy clarifications. These clarifications are reflected in our FQHC and RHC Services manual.

Topical Fluoride Varnish

A topical fluoride varnish provided by an FQHC/RHC at a medical encounter and billed under CDT code D1206 is currently reimbursed at the fee schedule rate. For claims submitted on or after January 1, 2020 a topical fluoride varnish must be billed under CPT code 99188. Topical fluoride varnishes billed under CPT code 99188 will continue to be reimbursed on a fee for service basis. The maximum reimbursement rate is listed on the Physician Service fee schedule. The reimbursement is in addition to the FQHC/RHC per diem rate and the procedure may be included on the same claim as a per diem encounter. This change is not applicable to dental claims. Dental encounter claims submitted to our dental vendor, Delta Dental, should continue to be billed using CDT code D1206.

Standalone Vaccine/Immunization Services

Vaccines/immunizations and their administration are factored into each provider’s encounter rate and are reimbursed as part of the encounter rate when furnished incidental to a reimbursable medical encounter. It is recommended that providers screen a recipient’s immunization status and administer appropriate vaccines/immunizations when seeing a recipient for their well-child or well-adult visit. For purposes of data collection, it is required that immunizations provided during an encounter be included on the encounter claim.

South Dakota Medicaid is clarifying that FQHCs/RHCs are allowed to bill for vaccines/immunizations and the associated administration provided on a date of service when a billable medical encounter did not occur. Standalone vaccines/immunizations and the associated administration code are reimbursed on a fee for service basis. The maximum reimbursement rate is listed on the Physician Services fee schedule.
Standalone vaccines/immunizations may not be billed under the FQHCs/RHCs billing NPI. FQHC/RHCs billing for standalone vaccines/immunizations must utilize/acquire a separate billing NPI under a group enrollment with associated servicing NPIs and bill accordingly. The servicing provider must be enrolled with South Dakota Medicaid. For more information on how to utilize a separate billing NPI, please contact South Dakota Medicaid.

Vaccines/immunizations may not be administered on a separate day than an FQHC/RHC encounter for the purpose of increasing the provider’s reimbursement. Services that are normally rendered during a single visit may not be unbundled for the purpose of generating multiple encounters. FQHC/RHCs must not develop procedures or otherwise ask recipients to make repeated or multiple visits to complete what is considered a reasonable and typical office visit, unless it is medically necessary.

**Medication Assisted Treatment (MAT)**

South Dakota Medicaid is clarifying that MAT is considered a medical encounter. An FQHC/RHC may bill for both MAT and behavioral health counseling services provided in accordance with ARSD Ch. 67:18:48 on the same day and receive two encounter payments. As a reminder FQHC/RHCs must be accredited by the Division of Behavioral Health as a substance use disorder agency to bill Medicaid for services covered under ARSD Ch. 67:18:48.

Sincerely,

South Dakota Medicaid