



**Louisiana Department of Health
Health Plan Advisory 20-4
March 4, 2020**

2020 HCPCS and Physician-Administered Drug Reimbursement Updates

The Louisiana Medicaid fee-for-service procedure file has been updated to reflect the new and deleted Healthcare Common Procedure Coding System (HCPCS) codes effective for date of service beginning January 1, 2020. The related fee schedules have also been updated and are published on the Louisiana Medicaid website, www.lamedicaid.com.

Effective for dates of service on or after January 1, 2020, Louisiana Medicaid updated the reimbursement rates for physician-administered drugs and payable vaccines in the physician office setting to align with the Medicare 2020 Average Sale Price (ASP) drug rate or wholesale acquisition cost. The rate changes are reflected on the applicable fee schedules.

Each managed care organization (MCO) shall update their procedure file to include the 2020 HCPCS updates and revise their reimbursement rates for applicable physician-administered drugs and vaccines within 30 days of the published Medicaid fee schedule changes (Section 17.2.7.3 of the contract).

MCOs must recycle any claims that were not paid in accordance with 2020 HCPCS and physician-administered drug updates within 15 days of their procedure file revisions (Section 17.2.7.3.1 of the contract).

MCOs shall also notify providers of their process and timeline for implementing the 2020 file changes as well as their plan to recycle impacted claims.