

# **Payment Policy**

| Pharmacist            |                |
|-----------------------|----------------|
| Original effect date: | Revision date: |
| 04/08/2015            | 08/03/2018     |

### IMPORTANT INFORMATION

Blue Shield of California payment policy may follow industry standard recommendations from various sources such as the Centers for Medicare and Medicaid Services (CMS), the American Medical Association (AMA), Current Procedural Terminology (CPT) and/or other professional organizations and societies for individual provider scope of practice or other coding guidelines. The above referenced payment policy applies to all health care services billed on CMS 1500 forms and, when specified, to those billed on UB04 forms or their electronic equivalent. This payment policy is intended to serve as a general overview and does not address every aspect of the claims reimbursement methodology. This information is intended to serve only as a general reference regarding Blue Shield's payment policy and is not intended to address every facet of a reimbursement situation. Blue Shield of California may use sound discretion in interpreting and applying this policy to health care services provided in a particular case. Furthermore, the policy does not address all payment attributes related to reimbursement for health care services provided to a member. Other factors affecting reimbursement may supplement, modify or, in some supersede this policy such as coding methodology, industry-standard reimbursement logic, regulatory/legislative requirements, benefit design, medical and drug policies. Coverage is subject to the terms, conditions and limitation of an individual member's programs benefits.

# **Application**

Blue Shield of California's Pharmacist Payment Policy will apply to professional services performed by a Pharmacist that are within her/his scope of license as defined by the State of California.

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# **Policy**

Payment Policy shall apply to the following services, when allowable:

- 75% of the Blue Shield of California published physician fee schedule for all professional services including Evaluation and Management Services (99050–99499) that are within their scope of licensure.
- 100% of the Blue Shield of California published physician fee schedule for medical supplies within their scope of licensure.

#### Rationale

Billing codes for physicians are based on the level of complexity of the care provided to the patient, whereas pharmacist medication therapy management codes are time based. CPT codes for professional services as well as evaluation and management may be referred to as level 1–5 visits, describes the characteristics of CPT codes used by physicians for established patients as well as the most recent fee schedule for CPT codes in California. Level 1 visits have the lowest fee, whereas level 5 visits have the highest charge. Because pharmacists do not have provider status, CPT codes higher than a level 1 visit are not routinely allowed by most insurance companies.

## **Reimbursement Guideline**

Blue Shield of California will reference national or regional industry standards, such as Centers for Medicare & Medicaid Services' (CMS) National Correct Coding Initiative (NCCI) and MUE (Medically Unlikely Edits) rules, and American Medical Association's (AMA) CPT guidelines, as coding standards and as guidance for payment policy. In claims payment scenarios where CMS and/or CPT reference is lacking or insufficient, the Payment Policy Committee (PPC) may develop customized payment policies that are based on other accepted or analogous industry payment standards and or expert input.

## Code(s) Impacted

All codes within scope of licensure

## Resources

- American Medical Association https://www.ama-assn.org/ama
- Centers for Medicare & Medicaid Services https://www.cms.gov/

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# **Policy History**

This section provides a chronological history of the activities, updates and changes that have occurred with this Payment Policy.

| <b>Effective Date</b> | Action              | Reason                   |
|-----------------------|---------------------|--------------------------|
| 04/08/2015            | New Policy Adoption | Payment Policy committee |
| 01/01/2016            | Maintenance         | Payment Policy committee |
| 07/08/2017            | Maintenance         | Payment Policy committee |
| 08/03/2018            | Maintenance         | Payment Policy committee |

The materials provided to you are guidelines used by this plan to authorize, modify, or deny care for persons with similar illness or conditions. Specific care and treatment may vary depending on individual need and the benefits covered under an enrollee's contract.

These Policies are subject to change as new information becomes available.