CMS Manual System	Department of Health & Human Services (DHHS)
Pub 100-04 Medicare Claims Processing	Centers for Medicare & Medicaid Services (CMS)
Transmittal 1908	Date: February 5, 2010
	Change Request 6811

SUBJECT: Clotting Factor Furnishing Fee - Conforming Manual Change to "Unit"

**I. SUMMARY OF CHANGES:** The purpose of this change request is to replace all instances of "IU" to "unit" to accurately reflect the statutory language used to identify the clotting factor furnishing fee per unit.

**New / Revised Material** 

Effective Date: January 1, 2005 Implementation Date: March 5, 2010

Disclaimer for manual changes only: The revision date and transmittal number apply only to red italicized material. Any other material was previously published and remains unchanged. However, if this revision contains a table of contents, you will receive the new/revised information only, and not the entire table of contents.

# **II. CHANGES IN MANUAL INSTRUCTIONS:** (N/A if manual is not updated) R=REVISED, N=NEW, D=DELETED-*Only One Per Row*.

R/N/D	Chapter / Section / Subsection / Title	
R	17 / 80.4.1 / Clotting Factor Furnishing Fee	

#### III. FUNDING:

#### **SECTION A: For Fiscal Intermediaries and Carriers:**

No additional funding will be provided by CMS; Contractor activities are to be carried out within their operating budgets.

# **SECTION B: For Medicare Administrative Contractors (MACs):**

The Medicare Administrative Contractor is hereby advised that this constitutes technical direction as defined in your contract. CMS does not construe this as a change to the MAC Statement of Work. The contractor is not obligated to incur costs in excess of the amounts allotted in your contract unless and until specifically authorized by the Contracting Officer. If the contractor considers anything provided, as described above, to be outside the current scope of work, the contractor shall withhold performance on the part(s) in question and immediately notify the Contracting Officer, in writing or by e-mail, and request formal directions regarding continued performance requirements.

#### IV. ATTACHMENTS:

# **Business Requirements**

# **Manual Instruction**

\*Unless otherwise specified, the effective date is the date of service.

# **Attachment - Business Requirements**

Pub. 100-04 Transmittal: 1908 Date: February 5, 2010 Change Request: 6811

SUBJECT: Clotting Factor Furnishing Fee - Conforming Manual Change to 'Unit'

Effective Date: January 1, 2005

**Implementation Date:** March 5, 2010

# I. GENERAL INFORMATION

# A. Background:

The Medicare Modernization Act section 303(e)(1) added section 1842(o)(5)(C) of the Social Security Act which requires that, beginning January 1, 2005, a furnishing fee will be paid for items and services associated with clotting factor.

To more accurately reflect the statutory language, the Internet Only Manual is revised to identify the clotting factor furnishing fee per "unit".

# B. Policy:

The Center for Medicare and Medicaid Services (CMS) includes the clotting factor furnishing fee in the published national payment limits for clotting factor billing codes. When the national payment limit for a clotting factor is not included on the Average Sales Price (ASP) Medicare Part B Drug Pricing File or the Not Otherwise Classified (NOC) Pricing File, the contractor must make payment for the clotting factor as well as make payment for the furnishing fee.

# II. BUSINESS REQUIREMENTS TABLE

Number	Requirement	Responsibility (place an "X" in each									
		ap	applicable column)								
		A D F C				R	Shared-				OTHER
		/	M	I	Α	Н		Syst	tem		
		В	Е		R	Н	M	<b>I</b> ainta	ainer	'S	
					R	I	F	M	V	С	
		M	M		I		I	С	M	W	
		Α	Α		Е		S	S	S	F	
		C	C		R		S				
6811.1	Medicare Contractors shall be aware of this IOM change	X		X	X	X					
	in Pub. 04, Chapter 17, section 80.4.1 that identifies the										
	clotting factor furnishing fee per "unit".										

# III. PROVIDER EDUCATION TABLE

Number	Requirement	Responsibility (place an "X" in each
		applicable column)

	A	D	F	С	R	Shared-			OTHER	
	/	M	I	A	Н		Syst Iainta	tem		
	В	Ε		R	Н	N.	Iainta	ainer	S	
				R	I	F	M	V	С	
	M	M		I		I	С	M	W	
	Α	A		E		S	S	S	F	
	C	C		R		S				
None.										

# IV. SUPPORTING INFORMATION

Section A: For any recommendations and supporting information associated with listed requirements, use the box below:

Use "Should" to denote a recommendation.

X-Ref Requirement Number	Recommendations or other supporting information:
CR6277	Replace all instances of "I.U." with "unit"
CR6673	

# Section B: For all other recommendations and supporting information, use this space:

#### V. CONTACTS

**Pre-Implementation Contact(s):** Cheryl Gilbreath, (410)-786-5919, Cheryl.Gilbreath@cms.hhs.gov

Post-Implementation Contact(s): Appropriate Regional Office

# VI. FUNDING

Section A: For Fiscal Intermediaries (FIs), Regional Home Health Intermediaries (RHHIs), and/or Carriers:

No additional funding will be provided by CMS; contractor activities are to be carried out within their operating budgets.

# **Section B:** For Medicare Administrative Contractors (MACs):

The Medicare Administrative Contractor is hereby advised that this constitutes technical direction as defined in your contract. CMS does not construe this as a change to the MAC Statement of Work. The contractor is not obligated to incur costs in excess of the amounts allotted in your contract unless and until specifically authorized by the Contracting Officer. If the contractor considers anything provided, as described above, to be outside the current scope of work, the contractor shall withhold performance on the part(s) in question and immediately notify the Contracting Officer, in writing or by e-mail, and request formal directions regarding continued performance requirements.

# 80.4.1 – Clotting Factor Furnishing Fee

(Rev. 1908; Issued: 02-05-10; Effective Date: 01-01-05; Implementation Date: 03-05-10)

The Medicare Modernization Act section 303(e)(1) added section 1842(o)(5)(C) of the Social Security Act which requires that, beginning January 1, 2005, a furnishing fee will be paid for items and services associated with clotting factor.

Beginning January 1, 2005, a clotting factor furnishing fee is separately payable to entities that furnish clotting factor unless the costs associated with furnishing the clotting factor is paid through another payment system.

The clotting factor furnishing fee is updated each calendar year based on the percentage increase in the consumer price index (CPI) for medical care for the 12-month period ending with June of the previous year. The clotting factor furnishing fees applicable for dates of service in each calendar year (CY) are listed below:

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CY 2005 - $0.140 per unit
CY 2006 - $0.146 per unit
CY 2007 - $0.152 per unit
CY 2008 - $0.158 per unit
CY 2009 - $0.164 per unit
CY 2010 - $0.170 per unit
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Annual updates to the clotting factor furnishing fee are subsequently communicated by a Recurring Update Notification.

CMS includes this clotting factor furnishing fee in the nationally published payment limit for clotting factor billing codes. When the clotting factor is not included on the Average Sales Price (ASP) Medicare Part B Drug Pricing File or Not Otherwise Classified (NOC) Pricing File, the contractor must make payment for the clotting factor as well as make payment for the furnishing fee.