

National Committee on Vital and Health Statistics (NCVHS) Standard and Security Subcommittee National Provider Identifier (NPI) January 24th 2007

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Training and Outreach

October 2006

- Distributed Payer sheets (claim submission instructions to pharmacies)
- Invited pharmacies to certify (test) their software for NPI submission
 - As of 1/19 seven software vendors have successfully completed testing
- Trained Customer Service Representatives to respond to inquiries from pharmacies (training updated monthly)

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Current Status

January 10th 2006

 Accept either NPI or Legacy Identifier for pharmacies and physicians on NCPDP 5.1 Claim transactions

January 12th 2006

 Medco Mail Service pharmacies (enumerated in 2006) began submission of NPI to any payer able to accept (currently Medco)

January 19th 2006

- Medco NPI retail statistics for period 1/12 through 1/18
 - Total claims processed 7,514,064
 - Total claims received with Pharmacy NPI 10,375
 - Percent of total claims .14%
 - Total claims received with Physician NPI 1

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Health Care Readiness

The pharmacy industry is not ready for the compliance requirement for NPI

- Not all HIPAA covered pharmacies have been enumerated.
- Pharmacies do not have a complete and reliable NPI source due to lack of data dissemination information
- Website lookup capability cannot be built contingent upon data dissemination policy
- Once dissemination data is available mapping from pharmacy system DEA to NPI will be difficult due to lack of required alternate IDs like DEA on the NPI application
- Pharmacy staff have not been trained
- Pharmacies with national coverage one-off lookups or physician outreach is not feasible
 - Both volume/cost and lack of motivation and understanding at physician's office as to why the pharmacy or PBM is collecting NPI. (For every 5 calls Medco made during December to inquire on physician NPI, only 1 out of 5 offices understood what NPI was and could provide the physician NPI)

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Issues

- Medicare Part D Beneficiaries will face prescription rejections at Pharmacies
 - 43 million Medicare eligible Beneficiaries' will go without their medication or will be forced to pay cash
 - Pharmacies are not equipped to handle the beneficiaries complaints
 - PDP's, Health Plans and Medicare Customer Service will incur increased call volume creating additional cost to the delivery of the Pharmacy benefit.
 - Member service complaints
 - Member grievances (for delays)
 - Member appeals (for denial of service or payment)
 - Medicare Beneficiaries will escalate claim rejection issues increasing skepticism on the effectiveness of the Medicare Prescription plan
 - Physician's offices will see an increase in faxes and calls from pharmacies trying to obtain NPI while member is at counter facing claim rejection
 - Have physician's staff been sufficiently trained to handle calls? Increase in talk time for physician staff, again adding cost

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