

# Encounter Reporting

NCPDP

Requirement for Reporting  
Financial Data

Michigan Department of Community Health

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*Michigan Department  
of Community Health*



# Goals

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- ⊕ Ability to identify which financial data elements MDCH expects to be reported in NCPDP encounter transactions.
- ⊕ Understanding of where MDCH expects financial data to be reported within the NCPDP encounter transactions.
- ⊕ Knowledge of acceptable values for financial data elements.

# 837 Encounter Financial Data

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- ✿ MDCH expects capitated health plans to submit the following financial data for NCPDP encounters:
  - ▣ Usual and Customary Charge Amount
  - ▣ Paid Amount

# Submitted Charge Amount

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- ✿ **Usual and Customary Charge Amount** – Provider’s usual and customary fee/amount billed to the health plan
  - ❏ Report in Pricing Segment, Field 426-DQ, Usual and Customary Charge
  - ❏ A value of zero “0” is not expected to be reported

# Paid Amount

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- ❁ **Paid Amount** – The amount paid to the pharmacy for the prescription or product that was billed and the dispensing fee paid by the health plan
  - ❁ Report in the COB Segment, Field 431-DV, Other Payer Amount Paid
  - ❁ All health plan encounters **must include both:**
    - The amount paid by the health plan to the pharmacy for the prescription or product (Qualifier “99” - Other in COB Segment, Field 342-HC, Other Payer Amount Paid Qualifier)
    - The dispensing fee paid to the pharmacy by the health plan (Qualifier “04” – Administrative in COB Segment, Field 342-HC, Other Payer Amount Paid Qualifier)
    - A value of zero “0” is not expected
  - ❁ For other commercial payers or Medicare, report the total paid amount known by the pharmacy from the other sources (Qualifier “08” – Sum of All Reimbursement, Field 342-HC, Other Payer Amount Paid Qualifier)

# NCPDP Encounter Financial Data

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Questions?