



Date: March 8, 2017

To: Oregon Health Plan hospitals

From: Don Ross, Physical and Oral Health Programs manager
Integrated Health Programs, Health Systems Division

Subject: Fee-for-service billing for long-acting reversible contraception (LARC) devices inserted at delivery

Effective January 1, 2017, the Oregon Health Authority (OHA) will pay DRG hospitals the Outpatient Prospective Payment System (OPPS) rate for LARC devices and insertion provided immediately postpartum to Oregon Health Plan fee-for-service (FFS) members.

This does not change OHA's postpartum LARC reimbursement for Type A/B and Critical Access Hospitals.

Why is this happening?

Long-acting reversible contraception (LARC) devices such as IUDs and contraceptive implants are shown to be safe and highly beneficial when inserted immediately postpartum. [Guideline Note 162](#) of the current [Prioritized List of Health Services](#) includes OHP coverage of postpartum LARC insertion effective January 1, 2017.

Until now, fee-for-service payment to DRG hospitals for postpartum LARC insertion was bundled into the MS-DRG delivery payment, which did not address the cost of this added service. DRG hospitals can now bill separately to receive full reimbursement for the cost of postpartum LARC insertion.

OHA already pays Type A/B and Critical Access Hospitals based on the cost of the services they provide.

What should you do?

To bill OHA for LARC devices inserted immediately postpartum, please follow the instructions in [our new billing guide](#).

- **DRG hospitals** will bill for the LARC insertion and device on a separate outpatient claim.
- **Type A/B and Critical Access Hospitals** will continue to bill for the delivery, LARC insertion and device on the same inpatient claim.

For coordinated care organization (CCO) members, the hospital is paid based upon their provider agreement with the CCO. To learn about billing and reimbursement for LARC services to CCO members, please contact the member's CCO.

To learn more about LARC coverage recommendations, please read the Health Evidence Review Commission's [Coverage Guidance for Timing of Long-Acting Reversible Contraceptive Placement](#).

Questions?

If you have any questions about this announcement, contact the Provider Services Unit at dmap.providerservices@state.or.us or call 1-800-336-6016. We are available Monday through Friday between 8 a.m. and 5 p.m. (including lunch hours).

Thank you for your continued support of the Oregon Health Plan and the services you provide to our members!