

CMS Manual System

Pub 100-05 Medicare Secondary Payer

Transmittal 31

Department of Health &
Human Services
Center for Medicare and
&
Medicaid Services
Date: JULY 8, 2005
Change Request 3909

SUBJECT: Full Replacement of CR3770, Expanding the Number of Source Identifiers for Common Working File (CWF) MSP Records. CR 3770 is Rescinded.

I. SUMMARY OF CHANGES: The Coordination of Benefits (COB) contractor currently accretes MSP records to CWF using contractor numbers 11100 - 11114. Different numbers have been assigned for each COB contractor activity for purposes of separately capturing savings attributable to each activity.

NEW/REVISED MATERIAL :

EFFECTIVE DATE : October 01, 2005

IMPLEMENTATION DATE : October 03, 2005

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	6/10.2/ Definition of MSP/CWF Terms
R	6/20.1.3/ MSP Delete Transaction
R	8/20/20.2/ Identification of RAC Created GHP Records

III. FUNDING:

No additional funding will be provided by CMS; Contractor activities are to be carried out within their FY 2005 operating budgets.

IV. ATTACHMENTS:

Business Requirements

Manual Instruction

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

Attachment - Business Requirements

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SUBJECT: Full Replacement of CR3770, Expanding the Number of Source Identifiers for Common Working File (CWF) MSP Records. CR 3770 is Rescinded.

I. GENERAL INFORMATION

The Coordination Of Benefits (COB) contractor currently accretes MSP records to CWF using contractor numbers 11100 -11114. Different numbers have been assigned for each COB contractor activity for purposes of separately capturing savings attributable to each activity.

A. Background:

CWF created and reserved contractor numbers 11112 -11199 for the Coordination Of Benefits (COB) contractor. The remaining numbers will be used for future COB contractor activities.

B. Policy:

II. BUSINESS REQUIREMENTS

“Shall” denotes a mandatory requirement
“Should” denotes an optional requirement

Requirement Number	Requirements	Responsibility (“X” indicates the columns that apply)								
		F I	R H I	C a r r i e r	D M E R C	Shared System Maintainers				Other
						F I S S	M C S	V M S	C W F	
3909.1	CWF and SSMs shall recognize the following Nonpayment Denial Codes associated with their respective COB contractor numbers: Nonpayment Denial Code 25 = COB contractor number 11125 Nonpayment Denial Code 26 = COB contractor number 11126 Nonpayment Denial Code 27 = COB contractor number 11127					X	X	X	X	

Requirement Number	Requirements	Responsibility (“X” indicates the columns that apply)								
		F I	R H I	C a r r i e r	D M E R C	Shared System Maintainers				Other
						F I S S	M C S	V M S	C W F	
	None.									

IV. SUPPORTING INFORMATION AND POSSIBLE DESIGN CONSIDERATIONS

A. Other Instructions: N/A

X-Ref Requirement #	Instructions

B. Design Considerations: N/A

X-Ref Requirement #	Recommendation for Medicare System Requirements

C. Interfaces: N/A

D. Contractor Financial Reporting /Workload Impact: N/A

E. Dependencies: N/A

F. Testing Considerations: N/A

V. SCHEDULE, CONTACTS, AND FUNDING

Effective Date*: October 1, 2005 Implementation Date: October 3, 2005 Pre-Implementation Contact(s): Ward Marsh (410)786-6473 Post-Implementation Contact(s): Ward Marsh (410)786-6473	No additional funding will be provided by CMS; Contractor activities are to be carried out within their FY 2005 operating budgets.
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10.2 - Definition of MSP/CWF Terms

(Rev.31, Issued: 07-08-05, Effective: 10-01-05, Implementation: 10-03-05)

Following is a list of terms and their definitions used in MSP/CWF processing.

MSP Auxiliary File - Up to 17 beneficiary MSP occurrences/records on the CWF database.

MSP Auxiliary Record - Record of beneficiary MSP information. One MSP record/occurrence within the beneficiary's MSP auxiliary file.

Occurrence - One MSP occurrence/record within the beneficiary's MSP auxiliary file.

MSP Effective Date - Effective date of MSP coverage.

MSP Termination Date - Termination date of MSP coverage.

Validity Indicator

- Y - Beneficiary has MSP coverage (there is a primary insurer for this period of time).
- N - No MSP coverage
- I - See [§10.1](#).

MSP Types - Reason for other coverage entitlement.

- A = Working Aged
- B = End stage renal disease (ESRD)
- D = Automobile/Liability *No-Fault*
- E = Workers' Compensation (WC)
- F = Federal, Public Health
- G = Disabled
- H = Black Lung (BL)
- I = Veterans Affairs (VA)
- *L=Liability*

NOTE: VA and other Federal payments are exclusions rather than MSP nonpayments.

Cost Avoided Claim - A claim returned without payment because CWF indicators indicate another insurer is primary to Medicare. (See Chapter 5, §60 for complete description.)

Transaction Type - Identifies type of maintenance record.

- 0 = Transaction type to add or change MSP data
- 1 = Transaction type to delete MSP data

Override Code - Code used to bypass CWF, MSP edit to allow primary Medicare payment. (See [§40.4](#) for a detailed explanation.)

COB MSP Contractor Numbers

CWF Source Codes	MSP Contractor Numbers	Non-payment/ Payment Denial Codes	CROWD Special Project Numbers
	33333 = Litigation Settlement	V	4000
P	55555 = HMO Rate Cell Adjustment	U	3000
B,D,T,U,V, or W	77777 = IRS/SSA/HCFA Data Match (I, II, III, IV, V, or VI)	Y	1000
Q	88888 = Voluntary Data Sharing Agreements	Q	5000
O	99999 = Initial Enrollment Questionnaire	T	2000

COB Contractor Numbers prior to January 1, 2001

CWF Source Codes	COB Contractor Numbers	Non-payment/ Payment Denial Codes	CROWD Special Project Numbers
0	11100 = COB Contractor		6000
1	11101 = Initial Enrollment Questionnaire	K	6010
2	11102 = IRS/SSA/CMS Data Match	E	6020
3	11103 = HMO Rate Cell	F	6030
4	11104 = Litigation Settlement	G	6040
5	11105 = Employer Voluntary Reporting	H	6050
6	11106 = Insurer Voluntary Reporting	H	6060
7	11107 = First Claim Development	E	6070
8	11108 = Trauma Code Development	F	6080
9	11109 = Secondary Claims Investigation	G	6090

CWF Source Codes	COB Contractor Numbers	Non-payment/ Payment Denial Codes	CROWD Special Project Numbers
X	11110 = Self Reports	H	7000
Y	11111 = 411.25	J	7010

NOTE: Effective January 1, 2001, the following COB Contractor numbers and nonpayment/payment denial codes will be used.

COB Contractor Numbers Effective January 1, 2001

CWF Source Codes	COB Contractor Numbers	Nonpayment / Payment Denial Codes	CROWD Special Project Numbers
0	11100 = COB Contractor	00 Effective 4/1/2002	6000
1	11101 = Initial Enrollment Questionnaire	T	6010
2	11102 = IRS/SSA/CMS Data Match	Y	6020
3	11103 = HMO Rate Cell	U	6030
4	11104 = Litigation Settlement	V	6040
5	11105 = Employer Voluntary Reporting	Q	6050
6	11106 = Insurer Voluntary Reporting	K	6060
7	11107 = First Claim Development	E	6070
8	11108 = Trauma Code Development	F	6080
9	11109 = Secondary claims Investigation	G	6090
10 - Effective 4/1/2002	11110 = Self Reports	H	7000
11 - Effective 4/1/2002	11111 = 411.25	J	7010

11101, 11102, 11103, 11104, and 11105 use the same non-payment denial codes as their previous contractor numbers (i.e., 33333, 55555, 77777, 88888, 99999). Savings from the old and new numbers, if applicable will be reported together (e.g., 11101 and 99999, etc). There must be a conversion of the MSP savings to the new non-payment/payment denial codes as of January 1, 2001.

Additional COB Contractor Numbers Effective April 1, 2002

Effective April 1, 2002, CWF is expanding the source code field and the nonpayment/payment denial code field from 1-position fields to 2-position fields.

CWF Source Codes	COB Contractor Numbers	Nonpayment/ Payment Denial Codes	CROWD Special Project Numbers
12	11112 = Blue Cross-Blue Shield Voluntary Data Sharing Agreements	12	7012
13	11113 = Office of Personnel Management (OPM) Data Match	13	7013
14	11114 = Workers' Compensation (WC) Data Match	14	7014
15	11115 = To be determined	15	7015
16	11116 = To be determined	16	7016
17	11117 = To be determined	17	7017
18	11118 = To be determined	18	7018
19	11119 = To be determined	19	7019
20	11120 = To be determined	20	7020
""	""	""	""
25	11125 = Recovery Audit Contractor-California	25	7025
26	11126 = Recovery Audit Contractor-Florida	26	7026
27	11127 = Recovery Audit Contractor-New York	27	7027
99	11199 = To be determined	99	7099

20.1.3 - MSP Delete Transaction

(Rev.31, Issued: 07-08-05, Effective: 10-01-05, Implementation: 10-03-05)

The MSP maintenance type "1" is used to delete an MSP auxiliary occurrence. This transaction checks the beneficiary's master record for an MSP indicator. The COBC is responsible for submitting this transaction. Medicare contractors advise the COBC, via the Electronic Correspondence Referral System (ECRS), of the need to process an MSP maintenance type 1 transaction (delete).

Only some COBC contractor numbers may delete other originating COBC contractor numbers. Please see the table below for the exact criteria for deletion of COBC contractor numbers. A match shall occur in order to delete the originating COBC contractor number with another COBC contractor number. For example, COBC contractor number 11100, 11109, 11110, 11111, and 11112 are the only contractor numbers that may delete originating COBC contractor number 11112. The COBC will remain the sole contractor that may delete COBC contractor numbers. Medicare Contractors shall follow the current restrictions regarding deletion of MSP records.

Originating Contractor	Can be deleted by contractor:
11100	11100
11101, 99999	11100, 11101, 11102, 11109, 11110, 11111
11102, 77777	11100, 11102, 11109, 11110, 11111
11103, 55555	11100, 11103, 11109, 11110, 11111
11104, 33333	11100, 11104, 11109, 11110, 11111, 11112
11105	11100, 11105, 11109, 11110, 11111
11106	11100, 11106, 11109, 11110, 11111
11107	11100, 11107, 11109, 11110, 11111
11108	11100, 11108, 11109, 11110, 11111
11109	11100, 11109, 11110, 11111
11110	11100, 11109, 11110, 11111
11111	11100, 11109, 11110, 11111

11112	11100, 11109, 11110, 11111, 11112
11113	11100, 11109, 11110, 11111, 11113
11114	11100, 11109, 11110, 11111, 11114
66666	11100, 11109, 11110, 11111
11125	11100, 11125
11126	11100, 11126
11127	11100, 11127

20.2. Identification of RAC Created GHP Records

(Rev.31, Issued: 07-08-05, Effective: 10-01-05, Implementation: 10-03-05)

In addition to their current CWF validation process prior to the issuance of any demand, affiliated contractors shall identify all RAC identified beneficiary records, which have been created by the RAC assigned to the affiliated contractor's state.

- Check the CWF MSP auxiliary file to validate the record and determine originating contractor.
 1. If the record is present and contains all employer and insurer information, each affiliated contractor shall identify the contractor originating contractor (the contractor who was responsible for the creation of the record).
 2. If the originating contractor number is a RAC contractor number (11125 with a CWF source code of 25, 11126 with a CWF source code of 26 or 11127 with a CWF source code of 27), the affiliated contractor will confirm the relationship of the originating RAC contractor with their state. For example: RAC 11125 will be assigned to California, 11126 will be assigned to Florida and 11127 will be assigned to New York. The California affiliated contractor has a relationship with RAC 11125, no other RAC.
 3. CWF and all shared systems shall be updated to reflect a non-payment/cost avoid code of 25, 26, and 27 for RAC contractor numbers 11125, 11126, and 11127, respectively. See MSP Manual Chapter 6 section 10.2 for additional information.