Expansion of 901 Edit Code

Transition of Payments of Medicaid Claims to SCEIS

May 2019
EXPANSION OF 901 CLAIMS EDIT

In July 2019, the South Carolina Department of Health and Human Service (SCDHHS) will transition the payment of Medicaid claims to the South Carolina Enterprise Information System (SCEIS). This transition will require that eligible Medicaid providers be enrolled with SCEIS and be assigned a SCEIS Vendor Number. The taxpayer ID (TIN) for these providers must also be validated with the Internal Revenue Service (IRS) prior to the issuance of any payments. Once a SCEIS Vendor Number has been assigned and the associated TIN has been validated with the IRS, claims can be adjudicated in the Medicaid system and payments can be issued to eligible Medicaid providers by SCEIS. Payments will be issued by SCEIS to a single bank account designated by the provider for the TIN.

To facilitate enrollment with SCEIS and IRS validation, interfaces have been developed to exchange information between the Medicaid system and SCEIS. All information required for eligible Medicaid providers to be enrolled with SCEIS will be transmitted from the Medicaid system to SCEIS. SCEIS will assign a SCEIS Vendor Number and transmit information (i.e., provider name and TIN) to the IRS for validation. The SCEIS Vendor Number and the results of the IRS validation will be transmitted and stored in the Medicaid system for use during the adjudication of Medicaid claims. By using these interfaces, providers will only need to communicate with the Provider Service Center concerning enrollment in Medicaid and the payment of Medicaid claims.

Eligible Medicaid Providers

Organizations and group providers who have multiple National Provider Identifiers (NPIs) and/or Medicaid Provider Numbers associated with a TIN must designate a provider (a specific NPI/ Medicaid Provider Numbers combination) to receive payments from SCEIS. Payments for all providers who share this TIN will be issued to the bank account maintained in the Medicaid system for the designated provider. Designated providers are eligible Medicaid providers who must be enrolled with SCEIS and be assigned a SCEIS Vendor Number.

Individual providers and sole proprietors are not required to designate a specific NPI/ Medicaid Provider Numbers combination to receive payment from SCEIS. This is because they only have one unique TIN and a single bank account. As such, individual providers and sole proprietors are eligible Medicaid providers who will be automatically enrolled with SCEIS and assigned a SCEIS Vendor Number.

MMIS Claims Processing – Expansion of the 901 Edit Code

The 901 Edit Code has been expanded and will be assigned when eligible Medicaid providers have submitted claims to SCDHHS but have not met the criteria set forth above necessary to receive payment from SCEIS.

If an eligible Medicaid provider has not been assigned a SCEIS Vendor Number and/or the provider’s TIN cannot be validated with the IRS, claims submitted to SCDHHS for adjudication will be rejected with the 901 Edit Code. The 901 Edit Code indicates that ‘Individual Provider ID Num Not On File’.

If a provider receives a 901 Edit Code and has questions or needs assistance, the provider should contact the Provider Service Center at (888) 289-0709, or submit an online inquiry through the Contact a Provider
Representative form. If a provider’s TIN cannot be validated with the IRS, the provider will be instructed to calling the IRS business & specialty tax line at 800-829-4933 to obtain a confirmation letter.

Once all issues have been resolved, the provider can refile the claims for payment by SCEIS.

Types of Claims Impacted by the Expansion of the 901 Edit Code

The expansion of the 901 Edit Code, as described above, will apply to the following types of claims submitted to the SCDHHS for payment:

- Professional Claims (Type A)
- Dental Claims (Type B)
- Drug Claims - POS (Type D)
- Nursing Home Claims (Type G)
- Buy-In or Premium Payment Claims (Type J)
- Hospital Claims (Type Y)