

# IHCP *bulletin*

INDIANA HEALTH COVERAGE PROGRAMS    BT2024180    NOVEMBER 12, 2024

## IHCP announces changes to the Professional Fee Schedule and anesthesia conversion factor for 2025

The Indiana Health Coverage Programs (IHCP) is announcing changes to the Professional Fee Schedule, effective for dates of service (DOS) on or after Jan. 1, 2025.

The IHCP Professional Fee Schedule for 2025 will be updated to reflect 100% of the prior year's (2024) Medicare fee schedule rates. The only IHCP rates affected will be for physician services, durable medical equipment (DME) and medical supplies, and transportation services. The anesthesia conversion factor will also be changed to match the 2024 Medicare rate of \$19.50, effective for DOS on or after of Jan. 1, 2025.



Services on the IHCP Professional Fee Schedule that will not be impacted by rate changes are applied behavioral analysis (ABA), dental, home health, DME *21st Century Cures Act* codes and waiver services.

To comply with *Section 1903(i)(27)* of the *Social Security Act* (which was added by the *21st Century Cures Act*), rates will be updated for select DME and medical supply Healthcare Common Procedure Coding System (HCPCS) codes. The list of HCPCS codes subject to the *21st Century Cures Act* for calendar year 2025 has not been released by the Centers for Medicare & Medicaid Services (CMS). The DME list of *21st Century Cures Act* codes will be updated using the lowest non-zero 2025 Indiana Medicare Durable Medical Equipment, Prosthetics, Orthotics and Supplies (DMEPOS) Fee Schedule amount or competitive bidding single payment amount as the Medicaid allowed amount for DOS on or after Jan. 1, 2025.

To allow providers to preview the coming rate changes, the IHCP has created four fee schedules showing the new reimbursement rates for physician services, DME and medical supplies, nonemergency medical transportation (NEMT), and ambulance/emergency medical technician (EMT) services. These preview fee schedules are available from the [IHCP Fee Schedules](#) page at [in.gov/medicaid/providers](http://in.gov/medicaid/providers). Beginning in January 2025, the rates on the IHCP Professional Fee Schedule (also accessible from the [IHCP Fee Schedules](#) page at [in.gov/medicaid/providers](http://in.gov/medicaid/providers)) will be updated to reflect the rates shown on these four preview documents.

Managed care entities (MCEs) will be required to have their fee schedules and anesthesia conversion factor updated to the IHCP 2025 Professional Fee Schedule **no later than Jan. 1, 2025**.

If you have questions, please let us know by emailing [FSSA.IHCPReimbursement@fssa.IN.gov](mailto:FSSA.IHCPReimbursement@fssa.IN.gov).

**QUESTIONS?**

If you have questions about this publication, please contact Customer Assistance at 800-457-4584.

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