



Date: March 8, 2021

To: Intermediate Care Facility for Individuals with an Intellectual Disability or Related Condition (ICF/IID) Program Providers

Subject: Information Letter No. 2021-12  
Minimizing Claim Rejection for Service Group 6 (ICF/IID non-state)

The purpose of this letter is to inform ICF/IID providers that the Place of Service (POS) code submitted on all Long-Term Care (LTC) claims from community-based ICF/IID providers requires automated system checks to ensure that the POS is appropriate for the service(s) billed on the claim.

LTC Claims Management System (CMS) is enhancing TexMedConnect in May 2021 to only allow the use of the POS code value 65: Intermediate Care Facility, Intermediate Care-Level 1. The goal of this LTC CMS change is to enhance edits to ensure claims are paid quickly and efficiently without being rejected or denied.

HHSC also recommends the ICF/IID providers begin using POS 65 when submitting claims via third-party/Electronic Data Interchange (EDI), in preparation for the new system implementation in May 2021.

After the new system is implemented, CMS will no longer accept any other POS codes for Service Group 6 (ICF/IID non-state) claims. For questions about this change, please send to [ICFIID.Questions@hsc.state.tx.us](mailto:ICFIID.Questions@hsc.state.tx.us).

Sincerely,

*[signature on file]*

Michelle Erwin  
Deputy Associate Commissioner  
Policy and Program  
Medicaid and CHIP Services