Compound billing hierarchy

Please use the billing hierarchy below to help your pharmacy determine how to submit compound claims.

**DIN example: How to bill a compound that contains an existing DIN.**

1. Where the primary active medicinal ingredient contains a DIN, pharmacies must use the DIN when submitting the compound.
   a. Example: hydrocortisone 2% powder in Fucidin Cream
   b. This must be billed using the DIN of Fucidin
   c. The claim will pay if Fucidin is covered on the member’s plan, and the claim will decline if Fucidin is not covered on the member’s plan

**DIN example: How to bill a compound that contains multiple DINs.**

2. Where the compound contains multiple DINs, the DIN of the primary active medicinal ingredient must be used to bill the compound.
   a. Example: Prevacid Solution (Prevacid capsule in sodium bicarbonate solution – sodium bicarbonate has a DIN)
   b. This must be billed using the Prevacid DIN
   c. The claim will pay if Prevacid is covered on the member’s plan, and the claim will decline if Prevacid is not covered on the member’s plan

3. Where the compound contains multiple DINs of equal proportions, the DIN of the highest total cost active medicinal ingredient must be used to bill the compound.
   a. Example: nipple ointment (Mupirocin/Betaderm/Vaseline/Nystatin – Mupirocin is the highest cost active ingredient)
   b. This must be billed using the Mupirocin DIN
   c. The claim will pay if Mupirocin is covered on the member’s plan, and the claim will decline if Mupirocin is not covered on the member’s plan

**PIN example: How to bill a compound that does not have an active ingredient with a DIN.**

4. Where no DIN is available, pharmacies may refer to the Eligible TELUS Health Compound PIN list, to determine if the compound meets the TELUS Health eligibility criteria.
   a. The pharmacy must then bill the compound using the appropriate TELUS Health Compound PIN – this is determined by the primary active medicinal ingredient in the compound or highest cost primary active medicinal ingredient if the compound contains ingredients of equal proportions
   b. Example: Salicylic acid 60% in Vaseline
   c. Pharmacies should submit using the Salicylic Acid 40%> TELUS Health Compounding PIN (00991186: TOPICAL SALICYLIC ACID (40% OR GREATER))
   d. The claim will pay if the TELUS Health Compounding PIN (00991186: TOPICAL SALICYLIC ACID (40% OR GREATER)) is covered on the member’s plan, and the claim will decline if TELUS Health Compounding PIN (00991186: TOPICAL SALICYLIC ACID (40% OR GREATER)) is not covered on the member’s plan

5. Where no DIN is available, pharmacies may refer to the Eligible TELUS Health Compound PIN list, to determine if the compound meets the TELUS Health eligibility criteria.
   a. The pharmacy must then bill the compound using the appropriate TELUS Health Compound PIN – this is determined by the primary active medicinal ingredient in the compound or highest cost primary active medicinal ingredient if the compound contains ingredients of equal proportions
   b. Example: Nifedipine 0.4% ointment
   c. Pharmacy should submit with the eligible TELUS PIN 00991197: OTHER ELIGIBLE COMPOUNDS
   d. The claim will pay if the TELUS Health Compounding PIN 00991197: OTHER ELIGIBLE COMPOUNDS is covered on the member’s plan, and the claim will decline if TELUS Health Compounding PIN 00991197: OTHER ELIGIBLE COMPOUNDS is not covered on the member’s plan