

Professional Claims Payment Logic

At Prevea360, we are committed to processing claims in a consistent and accurate manner. To support this ongoing effort, our claims logic is reviewed frequently to ensure compliance with nationally recognized sources.

CPT and HCPCS Codes

Current Procedural Terminology, Fourth Edition (CPT-4) is updated annually and distributed by the American Medical Association (AMA), for use in reporting physician and other health related services. Healthcare Common Procedure Coding System (HCPCS) is updated quarterly and is distributed by CMS. Proper CPT and HCPCS coding is essential to the accurate reimbursement of a claim.

Prevea360Processing	Additional Detail	Source	LOB
	Deleted codes that have a one-to-one mapping to a		
	valid code will be recoded and reimbursed. Codes		
Only current CPT and HCPCS	that cannot be recoded will be denied for a more	AMA	All
codes will be reimbursed	appropriate code.	CMS	lines
CPT/HCPCS codes should be	Codes that have a one-to-one mapping will be		
consistent with the patient's age	processed under the more appropriate code.		
and gender based on the	Services and procedures that cannot be recoded	AMA	All
definition	will be denied for a more appropriate code.	CMS	lines
	"Unbundled" services will either be denied or		
	recoded to a more appropriate code. For example,		
	if a brain CT scan without contrast is reported		
The CPT/HCPCS chosen must	(70450) in conjunction with a brain CT scan with		
accurately identify the service	contrast (70460), both codes will be replaced with	AMA	All
performed	70470 (Brain CT without and with contrast).	CMS	lines
	Per CPT, "Add-on codes are always performed in		
Add-on codes will not be	addition to the primary service or procedure and		
reimbursed when the primary	must never be reported as a stand-alone code". All		
code is absent or has been	add-on codes are exempt from multiple procedure	AMA	All
denied for other reasons	reduction rules.	CMS	lines
	Per CPT, separate procedures are those services		
Separate procedures will not be	that are "commonly carried out as an integral		
separately reimbursed when	component of a total service". These codes should		
billed with an associated major	not be reported in addition to the code for the	AMA	All
procedure	total procedure or service.	CMS	lines



ICD-9 CM Volumes 1, 2 and 3

Included in the HIPAA code set for diagnosis reporting is the "ICD-9-CM Official Guidelines for Coding and Reporting". These guidelines are updated and published each October and are available on the CDC website at http://www.cdc.gov/nchs/icd/icd9cm_addenda_guidelines.htm. The following are a few of the key points.

Prevea360 Processing	Additional Detail	Source	LOB
All diagnosis codes on the			
claim should be valid and			
coded to the highest level of		CMS	All
specificity	Don't forget the 4 th and/or 5 th digit when required.	NCHS	lines
Codes describing "External			
Causes of Injury and			
Poisoning" should not be			
submitted as the sole or	E-codes (E800-E999) should always be reported as a	CMS	All
primary diagnosis	secondary diagnosis.	NCHS	lines
	Certain conditions have both an underlying etiology		
Manifestation codes should	and multiple body system manifestations due to the		
not be submitted as the sole	underlying etiology. The index of ICD-9-CM indicates	CMS	All
or primary diagnosis	which code must be reported first.	NCHS	lines
	V58.11 or V58.11 should be listed as the primary		
	diagnosis when a patient encounter is solely for the		
	administration of chemotherapy or immunotherapy.		
Chemotherapy administration	The malignancy for which the therapy is being		
codes should not be the only	administered would be assigned as a secondary	CMS	All
diagnoses on the claim	diagnosis.	NCHS	lines
Diagnosis codes should be	Additional information on the age and gender		
appropriate for the patient's	requirements for a code is found in the index of ICD-9-	CMS	All
gender and age	CM.	NCHS	lines

Modifier Policy

Modifiers are used to add additional specificity to a procedure or service without changing the meaning of the associated CPT or HCPCS code. Special care should be used to ensure that the modifier reported is appropriate for both the code and the clinical scenario.

Preve360Processing	Additional Detail	Source	LOB
Services reported with	Anatomic and distinct services modifiers are		
inappropriate anatomical and/or	intended for use with specific procedures or		
distinct services modifiers will not	services. For example, anatomical modifier	AMA	
be reimbursed	–F5 (right hand, thumb) should not be	CMS	All lines



_		ı	I I
	appended to an E/M service. Or, modifier -		
	25 (significant, separately identifiable		
	service) should not be appended to a		
	surgical code. Modifiers should be used		
	appropriately so that they add specificity to		
	a procedure or service.		
	Per CMS, therapy services modifiers -GN		
	(speech-language), -GO (occupational) or -		
	GP (physical) should only be appended to		
	those codes that describe therapy services.		
	For additional information on the		
	appropriate use of these modifiers, please		
Diagnostic and outpatient non-	see the WPS LCD L28531 entitled		
rehabilitation services billed with	"Outpatient Rehabilitation Therapy Services		
therapy services modifiers -GN, -	billed to Medicare Part B" and its associated		
GO, -GP will not be reimbursed	"Coding and Billing Guidelines".	CMS	All lines
	Physical medicine and rehabilitation services		
	are considered "always therapy" regardless		
Physical medicine and rehabilitation	of provider and require a therapy modifier.		
services billed without therapy	For additional information on the		
modifiers -GN, -GO or -GP will not	appropriate use of these modifiers, please		Medicare
be reimbursed	see the WPS LCD L28531.	CMS	Medicaid
A procedure with modifier -77 will	Modifier -77 indicates that a procedure was		
not be reimbursed when the same	repeated by a different physician. If the		
procedure code has been billed by	same physician performed the repeat		
the same provider on the same	procedure, then modifier -76 should be	AMA	
date of service	reported.	CMS	All lines
A procedure with modifier -76 will			
not be reimbursed when the same	Modifier -76 indicates that a procedure was		
procedure code has not been billed	repeated by the physician. If a different		
by the same provider on the same	physician performed the repeat procedure,	AMA	
date of service	then modifier -77 should be reported.	CMS	All lines
A procedure with modifier -78 will			
not be reimbursed when the same			
or different 10- or 90-day	Following an initial procedure, an unplanned		
procedure code has not been billed	return to the operating room by the same		
in the respective post-operative	physician during the postoperative period	AMA	
period by the same provider	should be reported with modifier -78.	CMS	All lines
A procedure with modifier -79 will			
not be reimbursed when the same	Modifier -79 should be used to report a		
or different 0-, 10- or 90-day	second, unrelated procedure performed by		
procedure code has not been billed	the same physician during the post-	AMA	
in the respective post-operative	operative period of the previous surgery.	CMS	All lines



period by the same provider			
	A portable x-ray transportation services		
	(R0075) requires one of the following		
	modifiers to indicate the total number of		
Portable x-ray transportation	patients servedUN (two patients served),		
services will not be reimbursed	-UP (three patients served), -UQ (four		
when reported without an x-ray	patients served), -UR (five patients served)		
transportation modifier	or -US (six or more patients served).	CMS	All lines
Procedures billed with modifier -27,			
-73, -74 or -CA will not be			
reimbursed if billed by a	Modifiers -27, -73, -74 and -CA were created	AMA	
professional provider	for use by facility providers only.	CMS	All lines
Unlisted hemodialysis services will	When hemodialysis services (90999) are		
not be reimbursed when billed	rendered in an ESRD facility (POS 65),		
without modifiers G1-G6 in an ESRD	modifier G1-G6 must be reported to show		
facility	the adequacy of the service.	CMS	All lines

Evaluation and Management (E/M) Services

Prevea360 Processing	Additional Detail	Source	LOB
	Per CPT, a new patient is one who has not		
	received any professional service from the		
A new patient E/M will not be	physician or another physician in the group of		
reimbursed when used to report	the same specialty, within the previous three	AMA	All
services for an established patient	years.	CMS	lines
	Per CPT, follow-up visits that are initiated by the		
An office consultation service will	physician consultant or patient are to be		
not be reimbursed when any other	reported using the appropriate codes for		
E/M service has been recently	established patients, not one for consults		
billed for the same diagnosis by	(99241-99245). Additional requests for office		
same provider or provider group of	consultations are unlikely to occur within several		All
the same specialty	months of the initial consult.	CMS	lines
Only one E/M is allowed per day	Significant, separately identifiable E/M services		
from the same provider group and	might be reimbursed when billed with the		All
specialty	appropriate modifier.	CMS	lines
	Per CPT, It is not appropriate to use 93042 to		
An interpretation and report only	report the review of a telemetry monitor strip		
of a rhythm ECG will not be	taken from a monitoring system. There must be		
reimbursed when billed with an	a specific order and separate, signed, retrievable	AMA	All
E/M service in the hospital setting	report.	CMS	lines



Place of Service (POS)

In a 2009 audit, the Office of the Inspector General (OIG) estimated that Medicare carriers overpaid physicians \$20.2 million for incorrectly coded services provided during a 2-year period that ended December 31, 2006. For 129 of the 150 services sampled, an office place of service was used for services performed in an outpatient hospital or ASC setting.

A reminder that the POS code reported should reflect the entity where the service was rendered. These codes are another one of the HIPAA code sets and are maintained by CMS. For additional information, please visit their website at http://www.cms.gov/PlaceofServiceCodes/01 Overview.asp#TopOfPage

Prevea360 Processing	Additional Detail	Source	LOB
Services billed under the incorrect			
place-of-service code will not be	The POS code reported should reflect the	AMA	All
reimbursed	entity where the service was rendered.	CMS	lines
	HCPCS codes C1000-C9999 represent the		
	supplies, implants, drugs and the technical		
	component associated to specific services and		
	procedures. They were developed as part of		
	Outpatient Prospective Payment System		
C codes will not be reimbursed when	(OPPS) and are intended for use by outpatient		All
billed by a professional provider	facilities only.	CMS	lines
	Surgical dressings applied in the office are		
	considered incidental to the professional		
	service.		
Surgical dressings will not be	However, dressing changes sent home with the		
separately reimbursed when billed in	patient may be separately reimbursed when	AMA	All
an office setting	billed with the correct POS code.	CMS	lines
"Incident to" services will not be			
reimbursed when billed with a place			
of service code 21, 22, 23, 24, 26, 31,			
34, 41, 42, 51, 52, 53, 56, 61, 62, or	"Incident-to" guidelines are applicable to		All
65	services provided in an office setting	CMS	lines
	Reimbursement for laboratory tests (80000-		
	89999) is included in the payment to the		
	facility in which the services were rendered.		
	Those tests with a professional component		
Laboratory services provided outside	may be separately reimbursed when		
of the office are reimbursed to	performed by an appropriate specialty, such as		All
physicians only in limited situations	pathology, dermatopathology and genetics.	CMS	lines
Physical therapy services provided by	Reimbursement for physical therapy services		All
a speech-language pathologist or	provided by a PT, OT, or a speech-language	CMS	lines



physical/occupational therapist will	pathologist is included in the payment to the	
not be reimbursed if billed in an	facility in which the services were rendered.	
inpatient or outpatient hospital		
setting		

National Correct Coding Initiative (NCCI)

Prevea360 Health Plan uses the CMS' NCCI and its associated manual in its claims processing. According to CMS, these policies are based on a number of sources including; AMA coding conventions as defined in the CPT manual, national and local CMS policies, coding guidelines developed by national societies, analysis of standard medical and surgical practices and a review of current coding practices. NCCI tables and their associated manuals are available on the CMS website at http://www.cms.gov/NationalCorrectCodInitEd/01 overview.asp#TopOfPage

Prevea360 Processing	Additional Detail	Source	LOB
Column II procedure codes will not	For both the Mutually Exclusive and C1/C2		
be reimbursed when submitted with	tables, the Column II code is considered the		All
a code from Column I	component code.	CMS	lines
Procedures considered to be	Not all edits are contained in the NCCI tables.		
inappropriately coded based on	Many general coding principles, issues and		
NCCI policies will not be separately	policies are addressed in the NCCI Policy		All
reimbursed	Manual.	CMS	lines
Allergy testing is not separately			
reimbursed when performed on the	In standard medical practice, allergy testing		
same date as immunotherapy of the	(95004-95078) is not performed on the same		All
same allergen	day as allergy immunotherapy (95115-95180).	CMS	lines
E/M services that are not significant	An E/M solely for the interpretation of an		
and separately identifiable from	allergy test or to obtain informed consent for		
allergy testing or immunotherapy	immunotherapy (95004-95199) is not separately		All
will not be reimbursed	reportable.	CMS	lines
E/M services that are not significant	Unless significant, separately identifiable, a		
and separately identifiable will not	limited history and physical exam is considered		
be reimbursed when billed on the	integral to a stress test, stress		
same day as a stress test, stress	echocardiography, myocardial perfusion		
echocardiography, myocardial	imaging (e.g. 78451-78454, 93015-93016,		
perfusion imaging or pulmonary	93350-93351) or pulmonary function testing		All
function testing	(e.g. 94010-94014, 94620-94621 etc).	CMS	lines
	Physician interaction with a patient prior to a		
E/M services performed by a	radiographic procedure generally involves a		
radiologist will not be reimbursed	limited pertinent historical inquiry about		
when billed with a XXX-day global	reasons for the examination, the presence of		All
radiology service	allergies, acquisition of informed consent,	CMS	lines



	discussion of follow-up, and the review of the		
	medical record. In this setting, a separate E/M		
	service should not be reported.		
	According to CMS policy, the use of an operating		
	microscope may be separately reimbursed		
	when used with one of the following		
	procedures: 61304-61546, 61550-61711,		
Operating microscopes may be	62010-62100, 63081-63308, 63704-63710,		
separately reimbursable with	64831, 64834-64836, 64840-64858, 64861-		All
specific procedures	64871, 64885-64891, 64905-64907.	CMS	lines
Reimbursement for local anesthesia,			
including lidocaine, is included the	An exception may be made for lidocaine used as		All
primary procedure	a medication for heart arrhythmias.	CMS	lines

Reimbursement by Status Indicator

The work associated with some services and procedures is inherent to other more global procedures. Certain status indicators are available in the PFS Relative Value File to assist in identifying those codes. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Prevea360 Processing	Additional Detail	Source	LOB
Codes assigned a status	Bundled/excluded codes are considered		
indicator of "P" will not be	incidental to other services provided by the same		
separately reimbursed when	provider on the same date of service. There are		
billed with any other payable	no RVUs for these codes and they are not		
services on the same day	separately payable.	CMS	All lines
Codes assigned a status	Payment for bundled codes is always included in		
indicator of "B" will not be	primary procedure, even when not performed		
separately reimbursed	on the same date of service.	CMS	All lines
Codes assigned a status			
indicator of "T" will not be	Codes assigned a status code of "T" are only		
separately reimbursed when	reimbursable when there are no other services		
billed with other payable	payable billed on the same date by the same		
services on the same day	provider.	CMS	All lines
	Codes assigned a status code of "I" are not valid		
	for Medicare purposes. Per CMS, another code		
Codes assigned a status	is required for the reporting of these services.		
indicator of "I" will not be	Included in this grouping, are all HCPCS codes		
separately reimbursed	that begin with "S".	CMS	Medicare



Multiple Procedure Reduction

Multiple procedures performed by the same provider during the same session are subject to multiple procedure reduction rules. Prevea360 assigns the primary procedure based on the relative value unit (RVU) assigned to the code for that place of service. Secondary procedures are reimbursed at a reduced rate. All procedures should be reported at full fee to ensure appropriate reimbursement.

The PFS Relative Value File assigns RVUs to most codes. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Prevea360 Processing	Additional Detail	Source	LOB
Covered procedures with the			
highest RVU will be reimbursed			
at 100%. Subsequent	Modifier -51 will be used to ensure the		
procedures will be reimbursed	appropriate multiple procedure reduction is		Commercial
at 50%	taken.	CMS	Medicare
Covered procedures with the			
highest RVU will be reimbursed			
at 100%. Subsequent	Modifier -51 will be used to ensure the		
procedures will be reimbursed	appropriate multiple procedure reduction is		
at 50/25/13/13	taken.	CMS	Medicaid
	Multiple Procedure Reduction for Radiology		
A 50% multiple procedure	rules apply when a provider performs two or		
reduction will be applied to the	more diagnostic imaging services from the		
technical component (TC) of	same code family. The procedure with the		
radiology services when	highest non-facility RVU price for the		
multiple imaging codes from	technical component is reimbursed at 100%.		
the same family are billed on	The technical component for all secondary		
the same date of service	procedures is reduced by 50%.	CMS	All lines

Global Surgical Package / Global Period – Prevea360 has adopted the CMS definition and processing logic for the global surgical package.

- Global Surgical Package: Included in the global surgical package are: pre-and post-operative visits, intra-operative services, complications following surgery, supplies and miscellaneous services such as dressing changes, suture removal etc. Additional information on the global surgical package may be found in Chapter 12 of the Medicare Claims Processing Manual at http://www.cms.gov/manuals/downloads/clm104c12.pdf
- **Global Period:** Integral to the global surgical package is the global-period concept. The global period begins one-day prior to a procedure and extends to either 0-, 10- or 90-days after. Post-



operative services during this time frame are considered incidental to the corresponding procedure. For major procedures, the global period is 90 days. Minor surgeries and endoscopies are assigned either 0- or 10-day global periods.

The PFS Relative Value File assigns global periods to most codes. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Prevea360 Processing	Additional Detail	Source	LOB
	Payment for the evaluation and		
	management of the patient is included in		
E/M services performed the day prior	the medical or surgical service performed		
to, or day of , a 90-day medical or	unless the E/M was significant and		
surgical service will not be reimbursed	separately identifiable or reflects the	AMA	All
separately	decision for surgery.	CMS	lines
	Payment for post-operative care is included		
	in the medical or surgical service performed.		
E/M services performed during the	However, an unrelated E/M performed		
post-operative period of a 10- or 90-day	during the post-operative period of another		
medical or surgical service will not be	procedure may be separately reimbursed	AMA	All
reimbursed separately	when reported appropriately.	CMS	lines
E/M services performed the same day	Unless significant and separately		
as a 0- or 10-day medical or surgical	identifiable, payment for E/M services is		
service will not be reimbursed	included in the medical or surgical service	AMA	All
separately	performed.	CMS	lines
	According to CMS policy, the practice		
Supplies will not be separately	expense for surgical procedures includes		
reimbursed when billed on the same	payment for the related supplies when		
date of service as a 0-, 10- or 90-day	furnished by the provider who performed	AMA	All
surgical procedure	the procedure.	CMS	lines
	Included in the global surgical package are		
	all supplemental medical or surgical services		
	required of the surgeon during the post-		
	operative period which do not require		
	additional trips to the operating room (OR).		
Surgical and medical services billed			
within the 10- or 90-day post-operative	Procedures requiring a return to the OR		
period for the corresponding global	should be billed with an appropriate		
procedure codes will not be separately	modifier to indicate that the additional	AMA	All
reimbursed	procedure is both distinct and separate.	CMS	lines
Anesthesia services provided by the	This would include codes submitted with		All
surgeon will not be reimbursed	modifier -47.	CMS	lines
Daily hospital management of epidural	Payment for post-operative pain	CMS	All



or subarachnoid continuous drug	management is included in the global	lines
administration (01996) will not be	surgical fee.	
separately reimbursed when performed		
by the operating surgeon on the same		
day as the procedure		

Split Surgical Care

When different physicians perform the pre-, intra- and post-operative portion of a 90-day procedure, each will be reimbursed a percentage of the global fee. The percentages allocated for each vary by procedure and are posted in the CMS PFS Relative Value File http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Modifiers should be used to indicate which portion each physician provided. All procedures should be reported at full fee to ensure appropriate reimbursement.

- **Modifier -54** "Surgical Care Only". The physician who performs the surgery only should append modifier 54 to the appropriate surgical procedure code
- Modifier -55 "Post-operative Management Only. The physician who performs the post-operative care only should append modifier 55 to the appropriate surgical procedure code
- Modifier -56 "Pre-operative Management Only". The physician who performs the pre-operative care only should append modifier 56 to the appropriate surgical procedure code

Prevea360 Processing	Additional Detail	Source	LOB
	The sum of the amount approved for all		
Modifiers -54, -55 and -56 will be	physicians performing pre-, intra- and post-		
used to ensure that procedures with	operative services may not exceed what would		
a 90-day global period are paid up to	have been paid if a single physician provided all	AMA	All
100% of the global allowable	services.	CMS	lines

Global Obstetrical Package:

According to CPT, "The services normally provided in uncomplicated maternity cases include antepartum care, delivery, and postpartum care".

- Antepartum Care includes: The initial and subsequent history, physical examinations, recording of weight, blood pressures, fetal heart tones, routine chemical urinalysis, visits (approximately 13).
- Delivery Services include: The admission to the hospital, the admission history and physical
 examination, management of uncomplicated labor, cesarean delivery or vaginal delivery (with or
 without episiotomy, forceps).



Postpartum Care includes: Hospital and office visits following delivery.

Prevea360 Processing	Additional Detail	Source	LOB
Those antepartum and delivery			
services which are included in global	The American College of Obstetricians (ACOG)		
obstetrical package, will not be	and the American Medical Society (AMA) have		
separately reimbursed when billed	defined the global obstetrical package as	AMA	All
on the same day as the delivery	including the services listed above.	ACOG	lines
	For example, a global vaginal delivery (59400)		
	will not be separately billed when billed with a		
Multiple delivery codes will not be	global cesarean delivery code (59510) if the		
separately reimbursed when billed	diagnosis does not reflect a multiple gestation	AMA	All
without a multiple gestation code	(V27.2-V27.9, 651-651.93 etc.).	ACOG	lines
Cerclage removal will not be			
reimbursed separately when billed			
on the same date as the delivery	The reimbursement for cerclage removal is		All
code	included in the payment for the delivery.	ACOG	lines

Bilateral Procedures

A bilateral procedure is defined as one that is performed on both sides of the body at the same session or on the same date of service.

Prevea360 requires that bilateral procedures be reported on a single line. When a procedure is performed bilaterally and the bilateral indicator is "1" or "3", modifier 50 should be appended to the procedure code and submitted on a single line. One (1) unit of service should be reported.

Bilateral indicators assigned to each code determine reimbursement and are available in the PFS Relative Value File. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at

http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Description	Detail	Source	LOB
Bilateral procedures submitted	Bilateral procedures will be processed according		
inappropriately will not be	to the indicator assigned in the Medicare Physician		All
reimbursed	Fee Schedule Database.	CMS	lines
Codes assigned a bilateral	Either the description specifically states that the		
indicator of "0" will not be	code is unilateral in nature, or the physiology or		All
reimbursed at 150%	anatomy makes a bilateral procedure unlikely.	CMS	lines
Codes assigned a bilateral			
indicator of "1" will be	When performed bilaterally, these procedures		All
reimbursed at 150%	should be reported with modifier -50.	CMS	lines
Codes assigned a bilateral	These services are bilateral in nature. Bilateral	CMS	All



indicator of "2" will not be	reimbursement is already reflected.		lines
reimbursed at 150%			
Codes assigned a bilateral			
indicator of "3" will be	These services are payable at 100% for each side		All
reimbursed at 100% for each side	when billed bilaterally.	CMS	lines
Codes assigned a bilateral			
indicator of "9" will not be	The bilateral concept does not apply to these		All
reimbursed at 150%	codes.	CMS	lines

Assistant Surgeon

An assistant-at-surgery provides an additional pair of hands for the operating surgeon. They differ from co-surgeons in that they do not have primary responsibility for, nor do they perform, distinct parts of the surgical procedure.

Modifiers should be used to indicate the type of assistant at surgery. All procedures should be reported at full fee to ensure appropriate reimbursement.

- **Modifier -80** "Assistant Surgeon". One physician assists another in performing the entire procedure.
- Modifier -81 "Minimum Assistant Surgeon". One physician assists another in performing a
 portion of the procedure.
- Modifier -82 "Assistant Surgeon (when qualified resident surgeon not available)". Typically
 used by teaching hospitals.
- **Modifier -AS** "Physician assistant, nurse practitioner; or clinical nurse specialist services for assistant at surgery". Surgeon is assisted by a non-physician provider, PA, NP or CNS.

Assistant Surgeon indicators assigned to each code determine reimbursement and are available in the PFS Relative Value File. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at

http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Description	Detail	Source	LOB
	Those procedures that require		
	the services of an assistant		
Codes assigned an assistant surgeon indicator	surgeon, have been assigned a		
of "0", "1" and "9" will not be reimbursed	status indicator of "2"	CMS	All lines
Only one assistant surgeon is allowed per	Only one assistant surgeon is		
surgical procedure	allowed per surgical procedure	CMS	All lines
Covered procedures that qualify for an	The services of a physician		Commercial
assistant-at-surgery that are reported with	assistant at surgery is	CMS	Medicaid



modifiers -80, -81, -82 will be reimbursed at	reimbursed at a different		
20% of the allowable amount. Modifier -AS	percentage than those of a PA		
will be reimbursed at 10%	or NP		
	The services of a physician		
Covered procedures that qualify for an	assistant at surgery is		
assistant-at-surgery that are reported with	reimbursed at a different		
modifiers -80, -81, -82, -AS will be reimbursed	percentage than those of a PA		
at 16% of the allowable amount	or NP	CMS	Medicare

Co-Surgeon

Under some circumstances, the individual skills of two surgeons are required to perform surgery on the same patient during the same operative session. This may be required due to the complex nature of the procedure(s) and/or the patient's condition. In these cases, the additional physicians are not acting as assistants-at-surgery.

Each surgeon should dictate separate operative reports and bill under the same code with modifier -62, "Two Surgeons". Additional procedures (including add-on procedures) may be reported with modifier -62 as long as the surgeons continue to work together. Bilateral and multiple procedure reduction rules apply along with any appropriate bundling edits. All procedures should be reported at full fee to ensure appropriate reimbursement.

Co-Surgeon indicators assigned to each code determine eligibility and are available in the PFS Relative Value File. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Description	Detail	Source	LOB
Codes assigned an co-surgeon	Those procedures that require the services of		
indicator of "0", "1" and "9" will not	a co-surgeon, have been assigned a status		All
be reimbursed	indicator of "2"	CMS	lines
	The reimbursement for the total procedure is		
Modifier 62 will be reimbursed at	125% of the allowable for an individual		All
62.5% of the allowed amount	physician.	CMS	lines
Co-surgeon claims will not be			
reimbursed when both surgeons have	To qualify as a co-surgeon, each physician	AMA	All
the same subspecialty	must have a different specialty.	CMS	lines



Team Surgeon

Highly complex surgeries are carried out under the "surgical team" concept. These procedures require the concomitant services of several physicians, often of different specialties, plus other highly skilled, specially trained personnel and various types of complex equipment.

Each surgeon reports their participation in a team surgery once using the same code and modifier -66, "Surgical Team". Bilateral and multiple procedure reduction rules apply along with any appropriate bundling edits. Team surgeons are rare. When one surgeon assists another, modifiers -80, -81 or -82 may be more appropriate. All procedures should be reported at full fee to ensure appropriate reimbursement.

Team-Surgeon Indicators assigned to each code determine eligibility and are available in the PFS Relative Value File. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at

http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Description	Detail	Source	LOB
Codes assigned a team surgeon	Those procedures that require the services of		
indicator of "0", "1" and "9" will not	team surgeons, have been assigned a status		All
be reimbursed	indicator of "2"	CMS	lines

Multiple Endoscopy Policy

CMS has established special rules for the payment of multiple endoscopic procedures performed on the same date of service based on related or unrelated families. A related endoscopic procedure, for example, would be two different upper gastrointestinal endoscopies performed on the same date. An unrelated, would be an upper and lower gastrointestinal endoscopy. For each family there is a base endoscopy procedure which is considered to be a component of all other endoscopies within that family. Reimbursement for multiple endoscopic procedures is calculated by deducting the cost of the base endoscopy from the related endoscopy

Multiple Endoscopy indicators assigned to codes determine reimbursement and are available in the PFS Relative Value File. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at

http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Description	Detail	Source	LOB
Codes assigned a multiple	The highest RVU priced endoscopy will be		
procedure indicator of "3", will	reimbursed at 100%. Subsequent related		
be processed according to CMS	endoscopies are calculated at the difference of		
Multiple Endoscopy rules	their RVU price from the base endoscopy RVU	CMS	Medicare



	price.		
Standard multiple procedure			
rules will apply when related	Covered procedures with the highest RVU will		
endoscopies are performed with	be reimbursed at 100%. Subsequent		
non-endoscopy services	procedures will be reimbursed at 50%.	CMS	Medicare

Professional, Technical and Global Services Policy

Certain procedures are comprised of a professional (physician) component and a technical (facility) component. The combination of the professional and technical component is considered the global service.

- **Modifier -26** "Professional Component". Modifier -26 is appended to the procedure when only the professional component is performed.
- **Modifier -TC** "Technical Component". Modifier -TC is appended to the procedure when only the facility component is performed.

To report the global service, the procedure code should be billed without a modifier. It would not be appropriate to report:

- 1. The procedure code with both -26 and -TC on the same line (xxxxx-26, TC), or
- 2. The procedure code on two lines with either the -26 or -TC (xxxxx-26 and xxxxx-TC).

PC/TC indicators assigned to each code determine reimbursement and are available in the PFS Relative Value File. Commonly known as the Medicare Physician Fee Schedule Database (MPFSDB), this file is available on the CMS website at http://www.cms.gov/PhysicianFeeSched/PFSRVF/list.asp#TopOfPage

Description	Detail	Source	LOB
Neither modifiers -26 or -TC	These are physician service codes that identify		
should be used with codes	physician services. The PC/TC concept does	AMA	
assigned a PC/TC indicator of "0"	not apply.	CMS	All lines
	These are professional component only codes		
	that describe the physician work portion of a		
Neither modifiers -26 or -TC	diagnostic test. Other associated codes are		
should be used with codes	available for the reporting of the technical	AMA	
assigned a PC/TC indicator of "2"	component only and global tests.	CMS	All lines
	These are technical component only codes		
	that describe the technical (staff and		
	equipment costs) of a diagnostic test. Other		
Neither modifiers -26 or- TC	associated codes are available for the		
should be used with codes	reporting of the professional component only	AMA	
assigned a PC/TC indicator of "3"	portion.	CMS	All lines
Neither modifier -26 or -TC should	These are global only codes. There are other	AMA	All lines



be used with codes assigned a	associated codes for the technical and	CMS	
PC/TC indicator of "4"	professional components.	CIVIS	
Neither modifier -26 or -TC should	proressional components.		
be used with codes assigned a	The PC/TC concept does not apply to these	AMA	
PC/TC indicator of "9"	codes.	CMS	All lines
FC/TC Indicator of 9		CIVIS	All lilles
NAVItinle submissions of	Reimbursement of diagnostic tests and		
Multiple submissions of	radiology services will be limited to no more		
professional or technical	than the amount for the global service		
components of the same service	regardless of whether the billing is from the		
will not be reimbursed	same or different provider(s).	CMS	All lines
Neither the professional			
component of a radiology service			
nor consultations on x-ray exams			
made elsewhere, will be	Radiology services billed with CPT code 76140		
separately reimbursed when	and/or modifier -26 are considered part of the		
reported with an E/M service	E/M.	CMS	All lines
Technical component only codes			
and procedures billed with			
modifier -TC in either the			
inpatient or outpatient facility			
setting will not be reimbursed			
when billed by a professional	These services should be billed by the facility		
provider	in which they were performed.	CMS	All lines
	The interpretation of laboratory (80048-		
	89399) results is included in the payment for		
	E/M services.		
	_,		
	Additionally, CMS indicates that it is		
	inappropriate for pathologists to bill for		
Clinical laboratory services that do	laboratory oversight and supervision through		
not have an associated	the use of this modifier. Reimbursement for		
professional component, will not			
	laboratory oversight and supervision is		
be reimbursed when reported	obtained through the hospital or independent	CNAS	Madisars
with modifier -26	laboratory.	CMS	Medicare
	Prevea360 will reimburse up to the global		
	amount for covered procedures. Modifiers		
	should be used to indicate a repeat procedure		
Only one professional or technical	or one that was performed by a different		
component for the same service	physician so that the appropriate additional		
will be reimbursed	reimbursement can be made.	CMS	All lines



Chiropractic Care

Description	Detail	Source	LOB
Chiropractic manipulative			
treatment will be allowed no more	98940-98942 will be allowed no more than		
than once per day	once per day, when billed by any provider.	CMS	All lines
	98940-98942 without the acute treatment		
Chiropractic manipulation will not	modifier, -AT, will not be reimbursed.		
be reimbursed when billed	Maintenance therapy is not a covered		
without the requisite modifier	benefit.	CMS	All lines
Chiropractic manipulation will only	For Medicare, Prevea360 is following WPS		
be reimbursed when performed	Medicare guidelines. Please see their LCD on		
for covered indications	Chiropractic Services for more information.	CMS	Medicare

Anesthesia – Services involving the administration of anesthesia should be reported using the five-digit anesthesia code (00100-01999).

- Anesthesiologist Anesthesia modifiers are required to denote whether the anesthesiologist's service was personally performed, medically directed, medically supervised or represented monitored anesthesia care.
 - -AA "Anesthesia services performed personally by an anesthesiologist"
 - -AD "Medical supervision by a physician: more than 4 concurrent anesthesia procedures"
 - -QK "Medical direction of 2, 3, or 4 concurrent anesthesia procedures involving qualified individuals"
 - -QY "Medical direction of one CRNA by an anesthesiologist"
- **CRNA** CRNA's must report the appropriate anesthesia modifier to indicate whether the service was performed with or without physician supervision.
 - o -QX "CRNA Service: with medical direction by a physician"
 - o -QZ "CRNA Service: without medical direction by a physician"

Monitored Anesthesia modifiers

- -G8 (Monitored anesthesia care for deep, complex, complicated, or markedly invasive surgical procedure)
- -G9 (Monitored anesthesia care for patient who has history of severe cardio-pulmonary condition)
- QS (Monitored anesthesia care service)



All procedures should be reported at full fee to ensure appropriate reimbursement.

Description	Detail	Source	LOB
Anesthesia billed under a			
surgical CPT code will be			
cross walked to a five-digit	Services involving the administration of anesthesia		
anesthesia code (00100-	should be reported using the five-digit anesthesia code		All
01999)	(00100-01999).	CMS	lines
	Anesthesia modifiers are required to denote whether the		
	anesthesiologist's service was personally performed,		
	medically directed, medically supervised or represented		
	monitored anesthesia care.		
General anesthesia services			
will not be reimbursed if	Similarly, CRNA's must report the appropriate anesthesia		
billed without an	modifier to indicate whether the service was performed		All
appropriate modifier	with or without physician supervision.	CMS	lines
If multiple general	When multiple general anesthesia services are billed for		
anesthesia service codes	the same day, only the anesthesia for the procedure with		
are received, only the	the highest base value, plus the time for all anesthesia		
highest submitted charge	services combined, should be reported. Excluded are:		All
amount will be paid.	01953, 01968, 01969, 01995, 01996	CMS	lines
Modifiers AD, QK, QX and			
QY will be reimbursed at			
50% of the allowed			
amount.			
	When a single anesthesia procedure involves both the		
Provider should report the	medical direction of a physician and the services of		
charge at full fee,	medically directed CRNAs, the payment for all providers		
Prevea360 will make the	will be 50% of the allowance had the service been		All
adjustment	furnished by the anesthesiologist alone.	CMS	lines
Patient demand event			
recording services billed			
with general anesthesia			
services will not be	Electrocardiography services are considered a		All
reimbursed	component of general anesthesia services	CMS	lines



CMS National Coverage Determination (NCD) Policies for Laboratory Testing – Prevea360 has adopted NCD policies for a number of laboratory tests. For the most up-to-date listing of diagnosis-to-procedure requirements, please see the CMS website at:

http://www.cms.gov/CoverageGenInfo/04_LabNCDs.asp#TopOfPage

Description	Detail	Source	LOB
Total thyroxine, free thyroxine and			
thyroid hormone uptake/binding ratio	Codes 84436, 84439 and 84479 will only be		
will only be reimbursed when	reimbursed when billed with diagnosis		All
performed for a covered diagnosis	codes listed in the CMS Lab NCD.	CMS	lines
	Codes 82465, 83700, 83701, 83704, 83718,		
Cholesterol, lipoprotein, and triglyceride	83721, 84478 will only be reimbursed when		
testing will only be reimbursed when	billed with diagnosis codes listed in the CMS		All
performed for a covered diagnosis	Lab NCD.	CMS	lines
	When used in conjunction with one of the		
Lipid panel testing is allowed once or	diagnosis codes listed in the CMS Lab NCD,		
twice per year depending on clinical	80061 will be allowed twice per year. All		All
indication.	other indications are allowed once per year.	CMS	lines
	84702 will only be reimbursed when billed		
Gonadotropin will only be reimbursed	with diagnosis codes listed in the CMS Lab		All
when performed for a covered diagnosis	NCD.	CMS	lines

Drugs and Biologicals

Description	Detail	Source	LOB
	Rituximab (Rituxan®) will only be reimbursed for		
	labeled indications such as non-Hodgkin's and		
	Hodgkin's lymphoma, chronic lymphoid		
Rituximab (Rituxan®) will only be	leukemia, systemic lupus erythematosus and	Drug	All
reimbursed for labeled indications	rheumatoid arthritis.	label	lines
Zoledronic Acid (Reclast®) will only	Zoledronic Acid (Reclast®) will only be		
be reimbursed for labeled	reimbursed for labeled indications such as	Drug	All
indications	osteoporosis and pathologic fracture of hip.	label	lines
	Sodium Hyaluronate or derivative (J7321-J7325)		
Sodium Hyaluronate or Derivative	is indicated for the treatment of pain associated		
(Hyalagan®, Supartz®, Synvisc®,	to osteoarthritis of the knee in patients who		
Euflexxa®, Orthovisc®) and it's	have failed to respond adequately to		
administration fee will only be	conservative nonpharmacologic therapy and	Drug	All
reimbursed for labeled indications	simple analgesics.	label	lines
Leuprolide Acetate Depot, 3.75 mg	Leuprolide Acetate Depot, 3.75 mg (Lupron		
(Lupron Depot®, Eligard®) will only	Depot®, Eligard®) will only be reimbursed for	Drug	All
be reimbursed for labeled	labeled indications such as endometriosis,	label	lines



indications	uterine leiomyomata and breast cancer		
Injections of darbepoetin alfa, 1	J0881 and/or J0885 require the submission of an		
mcg (non-ESRD use) and epoetin	appropriate anemia modifier:		
alfa, (for non-ESRD use), 1000 units	EA (ESA, anemia, chemo-induced),		
will not be reimbursed without the	EB (ESA, anemia, radio-induced), or		All
appropriate anemia modifier	EC (ESA, anemia, non-chemo/radio).	CMS	lines

Other Policies

Description	Detail	Source	LOB
Pre-diabetic screening tests for non-diabetic			
patients will be reimbursed once per year and	Pre-diabetic screening includes 82947,		All
should be billed with diagnosis V77.1	82950 and 82651.	CMS	lines
For patients that have been diagnosed as pre-			
diabetic, screening tests are limited to one	Follow-up screening (82947, 82950,		
test every 6 months and should be billed with	82951) will be allowed when billed		All
diagnosis V77.1	with modifier –TS.	CMS	lines
	Per WPS, if a food allergy is not		
	suspected, few than 30 tests are		
Allergen specific IgE testing (86003) is limited	usually sufficient. Rarely, are more		All
to forty (40) times in one year	than 50 indicated.	CMS	lines
	It is rarely necessary for ocular		
Ocular photography performed more than	photography to be performed more		All
twice per year will not be reimbursed	than twice in a year.	CMS	lines
	Integumentary photography (96904) is		
Integumentary photography performed more	not allowed more frequently than		All
than once per year will not be reimbursed	once per year.	CMS	lines