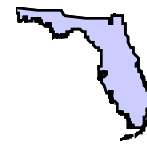


Medicare A Bulletin

A Newsletter for Florida Medicare Part A Providers



In This Issue...

Billing Noncovered Charges

Important Instructions for Billing Noncovered Charges to Fiscal Intermediaries 7

Medicare Drug Payment under Part B

Payment Limit for Most Drugs and Biologicals not Paid on a Cost or Prospective Payment Basis 20

Skilled Nursing Facility 2004 Annual Update

Guidelines, Background, Inclusion and Exclusion of Services/Supplies and More on the Consolidation Billing Initiative 27

End-Stage Renal Disease

Update to the Drug Pricing List 35

Medical Review Policies

Additions/Revisions to Existing Medical Policies 46

New Requirements for Critical Access Hospitals

Changes in Election Method Reporting and Payment Methodology 57

2004 Fee Schedules for Outpatient Services

Fee Schedules for Ambulance, Outpatient Rehabilitation, Surgical Dressings, Orthotic/Prosthetic Devices, Clinical Laboratory, Mammography and Some Skilled Nursing Facility Services 65

Medicare A Bulletin Reader Survey

A Great Opportunity for Our Readers to Provide Comments by March 31, 2004.... 99

Features

From the Medical Director	3
About This Bulletin	4
General Information	7
General Coverage	18
Hospital Services	23
Skilled Nursing Facility Services	27
End Stage Renal Disease	35
Outpatient Prospective Payment System	39
Provider Audit and Reimbursement	45
Medical Review Policies	46
Critical Access Hospital Services	55
2004 HCPCS Annual Update	58
2004 Outpatient Service Fee Schedule	65
Electronic Data Interchange	86
Educational Resources	96

The Medicare A Bulletin should be shared with all health care practitioners and managerial members of the provider/supplier staff.

Publications issued after October 1, 1997, are available at no-cost from our provider Web site at www.floridamedicare.com.

Routing Suggestions:

- Medicare Manager
- Reimbursement Director
- Chief Financial Officer
- Compliance Officer
- DRG Coordinator
- _____
- _____
- _____



Table of Contents

In This Issue 1

**From the Intermediary Medical Director
A Physician's Focus**

Humanitarian Use Device 3

About This Bulletin

About the *Medicare A Bulletin* 4

Distribution of the *Medicare A Bulletin* 5

Medicare A Bulletin Hardcopy/CD ROM
Registration Form 6

General Information

Billing Noncovered Charges to Fiscal Intermediaries 7

Revision to Form CMS-1450 (UB-92) 7

Correction to the Annual Update of HCPCS Codes
Used for Home Health Consolidated Billing 8

Financial Cycle Processing During Holidays 8

Ambulance Claims with Modifier QL 8

New Enrollee Rights, New Provider Responsibilities
In M+C Program 9

Signature Requirements 10

Correction to HCPCS Codes for Low Osmolar
Contrast Materials 10

April 2004 quarterly Update for 2004 DMEPOS
Fee Schedule 11

Revised 2004 Update of the Clinical Laboratory and
DMEPOS Fee Schedules 12

2004 Medicare Physician Fee Schedule Increase 13

2004 Annual Update for Clinical Laboratory Fee
Schedule and Laboratory Services Subject to
Reasonable Charge Payment 13

Treatment of Certain Dental Claims as a Result
of DIMA 15

Outpatient Rehabilitation Services

2004 Changes to Outpatient Rehabilitation Services 16

Renewed Moratorium on Outpatient Rehab Services . 25

General Coverage

Ventricular Assist Devices for Destination Therapy 18

Expanded Colorectal Cancer Screening Fecal-Occult
Blood Test 19

April 2004 Changes to the Laboratory NCD 19

Medicare Drug Payment Under Part B 20

Hospital Services

Coding and Billing Instructions for Velcade™ 23

Fiscal Year 2002 Supplemental Security Income
Additional Payment 23

LVRs And Claim Billing Instructions for Beneficiaries
in a Risk M+Plan 24

Reporting Discharge/Transfer Patient Status Code 24

Revenue Code 68x 25

Intravenous Immune Globulin 25

Skilled Nursing Facilities

2004 Annual Update of HCPCS Codes Used for SNF .. 27

Reminder of the Required Three-day Stay for
SNF-Admissions 32

SNF Therapy Claim Processing Problem 33

Modifier CB Criteria for Test Provided to ESRD
Beneficiaries 33

End Stage Renal Disease

End-Stage Renal Disease Drug Pricing Update 35

Change in Coding for Darbepoetin Alfa and Epoetin
Alfa for Patient on Dialysis 38

Correction to the Allowance for Iron Sucrose 38

**Outpatient Prospective Payment
System**

January 2004 Update to Hospital OPPTS 39

January 2004 Outpatient Code Editor
Specifications 43

Revenue Code Reporting Under OPPTS 44

Payment Rate for Oxaliplatin under the Hospital
OPPS 44

Provider Audit and Reimbursement

Changes to Fiscal Year 2004 Hospital Inpatient
PPS 45

Changes in Transitional Outpatient Payment
for 2004 45

Medical Review Policies

Final Local Medical Review Policies

Medical Policy Table of Contents 46

Additions/Revisions to Existing LMRPs 47

Additional Information on LMRPs 53

Widespread Medical Review Probes 54

Critical Access Hospital Services

January 2004 Update to the Medicare Outpatient
Code Editor for Non-OPPS Hospitals 55

Health Professional Shortage Area Incentive
Payments for Physicians 56

New Requirements for Critical Access Hospital 57

2004 HCPCS Annual Update

Annual Procedure Code Update 58

The 2004 HCPCS Update 58

Grace Period Established for 2004 HCPCS
Update 59

Modifiers and Procedure Codes Added for 2004 60

Modifiers and Procedure Codes Revised for 2004 .. 61

Procedure Codes Reinstated for 2004 62

Procedure Codes Discontinued for 2004 63

2004 Outpatient Service Fee Schedule

Ambulance Services Fee Schedule 65

Outpatient Rehabilitation Services 66

Surgical Dressing Services 67

Orthotic/Prosthetic Devices 68

Clinical Laboratory Services 72

Mammography Services 78

Skilled Nursing Facility Services 78

Electronic Data Interchange

**The Health Insurance Portability and Accountability
Act (HIPAA)**

Mandatory Electronic Submission of Medicare
Claims Based on the Administrative Simplification
Compliance Act 86

Additional Guidelines Relating to HIPAA
Contingency Plan 90

Electronic Data Interchange

Remittance Advice Remark and Reason Code
Update 91

Submitting Medicare Provider Number on
Electronic Claims 95

Medicare Electronic Data Interchange Enrollment .. 58

Educational Resources

Medifest Class & Schedule 96

Announcing the New Medlearn Matters...
Information for Medicare Providers 97

Order Form – Part A Materials 61

Ready Survey 99

Index to *Medicare A Bulletin* 100

Addresses, Web Sites, and Phone Numbers 103

**Medicare A
Bulletin**

**Vol. 6, No. 2
Second Quarter
2004**

Publication Staff

Millie C. Pérez
Kimberly McCaw
Bill Angel
Betty Alix

The *Medicare A Bulletin* is published quarterly by Medicare Communication and Education, to provide timely and useful information to Medicare Part A providers in Florida.

Questions concerning this publication or its contents may be directed in writing to:

**Medicare Part A
Publications – 10T
P.O. Box 45270
Jacksonville, FL
32232-5270**

CPT five-digit codes, descriptions, and other data only are copyright 2003 by American Medical Association (or such other date of publication of CPT). All Rights Reserved. Applicable FARS/DFARS apply. No fee schedules, basic units, relative values or related listings are included in CPT. AMA does not directly or indirectly practice medicine or dispense medical services. AMA assumes no liability for data contained or not contained herein.

ICD-9-CM codes and their descriptions used in this publication are copyright© 2003 under the Uniform Copyright Convention. All rights reserved.

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

A PHYSICIAN'S FOCUS

Humanitarian Use Device

Coverage and payment of medical devices for Medicare beneficiaries is governed by the interplay of two agencies, the *Food and Drug Administration* (Is device safe and effective? Is the device substantially equivalent to a predicate device?) and the *Centers for Medicare & Medicaid Services* (Does the device fit a benefit category? Is the use of the device reasonable and necessary to treat an illness or injury?). Each agency evolved from different statutory purposes and consequently employs different evaluation criteria per mandates. FDA decisions determine if a manufacturer can market a product in the United States. CMS and its contractor decisions establish if a provider can seek payment for a device from the Medicare program if used in the treatment of a Medicare beneficiary.



The FDA defines a **humanitarian use device** as one that is intended to benefit patients in the treatment and diagnosis of diseases or conditions that affect or is manifested in fewer than 4,000 individuals in the United States per year. A manufacturer must apply to the FDA for this designation and if so deemed must then apply for a **humanitarian device exemption (HDE)**. An HDE is an application that is similar to a premarket approval application, but exempt from the effectiveness requirements. An approved HDE authorizes marketing of a humanitarian use device. See http://www.fda.gov/cdrh/devadvice/pma/app_methods.html

Is there Medicare Coverage for a Humanitarian Use Device?

Generally, the Medicare program covers devices approved for marketing by the FDA if:

- there exists a benefit category and the device is not statutorily excluded,
- there is not a national coverage determination of noncoverage,
- or absent a national coverage determination, there is not local contractor noncoverage (or local medical review policy coverage limitation – soon to be called local coverage decisions),
- and the device is used in an episode of care that is reasonable and necessary for the diagnosis and treatment of illness or injury or to improve the functioning of a malformed body member.

If there is a national or local coverage limitation, criteria have to be met for coverage.

As noted, the FDA must approve a humanitarian use device for marketing. Before using a humanitarian use device for traditional Medicare patients, please provide FCSO with the following information:

- Details about the specific device, including its humanitarian device exemption number and pertinent FDA approval data.
- A description of the clinical situations where you plan to use the device, CPT/HCPCS codes to be submitted with charges and invoice price if applicable.
- Institutional review board (IRB) approval document. Per the FDA, a humanitarian use device may only be used in facilities that have established a local IRB to supervise clinical testing of devices and, after an IRB has approved the use of the device, to treat or diagnose the specific disease. See <http://www.fda.gov/cdrh/ode/guidance/1381.html>.

Please submit the information to the Office of the Medical Director or medical.policy@fcso.com. FCSO will review your submission and respond as soon as possible. We may ask you to provide more information in some instances. Though there is no prior approval in traditional Medicare and all payment decisions are made when the claims are submitted, this process will help ensure Medicare beneficiaries are receiving covered services without unnecessary financial liability. Also, given the possible risk for the patient, the FDA IRB requirement establishes informed consent.

James J. Corcoran, M.D., M.P.H.
FCSO Chief Medical Officer
James.Corcoran@fcso.com

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

About The Medicare A Bulletin

The *Medicare A Bulletin* is a comprehensive magazine published quarterly for Medicare Part A providers in Florida. In accordance with the Centers for Medicare & Medicaid Services (CMS) notification parameters, the approximate delivery dates are:

Publication Name	Publication Date	Effective Date of Changes
First Quarter 2004	Mid-November 2003	January 1, 2004
Second Quarter 2004	Mid-February 2004	April 1, 2004
Third Quarter 2004	Mid-May 2004	July 1, 2004
Fourth Quarter 2004	Mid August 2004	October 1, 2004

Important notifications that require communication in between these dates will be posted to the First Coast Service Options, Inc. (FCSO) Florida provider education Web site <http://www.floridamedicare.com>. In some cases, additional unscheduled special issues will also be published.

Who Receives the Bulletin?

Anyone may view, print or download the *Bulletin* from our provider education Web site. Providers who cannot obtain the *Bulletin* from the Internet are required to register with us to receive a complimentary hardcopy (please see the hardcopy registration form on page 6).

Distribution of the *Medicare Part A Bulletin* in hardcopy format is limited to one copy per medical facility that has billed at least one Part A claim to the fiscal intermediary in Florida during the twelve months prior to the release of each issue. Providers meeting these criteria are eligible to receive a complimentary copy of that issue, *if a technical barrier exists that prevents them from obtaining it from the Internet and they have returned a completed hardcopy registration form to us.*

For additional copies, providers may purchase a separate annual subscription for \$65.00. A subscription order form may be found in the Educational Resources section in each issue. Issues published since January 1997 may be downloaded from the Internet free of charge.

We use the same mailing address for *all* correspondence, and cannot designate that the *Bulletin* be sent to a specific person/department within a medical facility. To ensure continued receipt of all Medicare correspondence, providers must keep their addresses current with the Medicare Provider Registration department. Please remember that address changes must be done using the appropriate Form CMS-855.

What Is in the Bulletin?

The *Bulletin* is divided into sections addressing general and facility-specific information and coverage guidelines:

- The publication starts with a column by the Intermediary Medical Director.
- Following an administrative section are usually general information and coverage sections with informational and billing issues, processing guidelines, and medical coverage applicable to all Medicare Part A providers and facilities.

- Coverage guidelines and billing issues targeting specific facilities or Part A providers are usually included in individual sections named under the applicable facility type. These facility-specific sections are in the *Bulletin* only when an article in that category is published (for example, if no CORF/ORF information is in the issue, that section is omitted.)
- As needed, the *Bulletin* contains Electronic Data Interchange and Fraud and Abuse sections.
- The Local Medical Review Policy (LMRP) section contains notification of revisions to finalized medical policies and additions, revisions, and corrections to previously published LMRPs. In addition, this section may contain information on widespread probe reviews conducted by the fiscal intermediary. Whenever possible, the LMRP section will be placed in the center of the *Bulletin* to allow readers to remove it separately, without disturbing the rest of the publication.
- The Educational Resources section includes educational material, such as seminar schedules, Medicare provider education Web site information, and reproducible forms.
- An index and important addresses and phone numbers are in the back of every issue.

The Medicare A Bulletin Represents Formal Notice of Coverage Policies

Articles included in each *Medicare A Bulletin* represent formal notice that specific coverage policies have or will take effect on the date given. Providers who receive each issue are expected to read, understand, and abide by the policies outlined in this document to ensure compliance with Medicare coverage and payment guidelines.

Do You Have Comments?

The publications staff welcomes your feedback on the *Bulletin* and appreciates your continued support. Please mail comments to:

Editor, *Medicare A Bulletin* – 10T
 Medicare Communication & Education
 P.O. Box 45270
 Jacksonville, FL 32232-5270

Sign up to our eNews electronic mailing list

Join our *eNews* mailing list and receive urgent and other critical information issued by First Coast Service Options, Inc. (FCSO), your Florida Medicare intermediary. By signing up, you will receive automatic email notification when new or updated information is posted to the provider education Web site <http://www.floridamedicare.com>. It's very easy to do. Simply go to the Web site, click on the "Join our electronic mailing list" bar and follow the prompts.

Distribution of the *Medicare A Bulletin*

Use of the Internet has become an accepted standard of communication throughout the world. Publications produced by First Coast Service Options, Inc. (FCSO) for our Medicare Florida Part A customers are available on our provider education Web site <http://www.floridamedicare.com>. Our Medicare publications are posted to the Web sites in PDF (portable document format) and may be viewed, printed, or downloaded free of charge.

Hardcopy publications, by contrast, nationally cost Medicare a substantial amount of money for printing and postage. Reducing the number of hardcopies produced is one way Medicare contractors can reduce costs that may be better utilized elsewhere. In addition, enhancements to online publications can be made that are not possible in print.

Providers Must Qualify and Register to Receive the *Medicare A Bulletin* in Hardcopy or CD-ROM Format

Hardcopy or CD-ROM distribution of the *Medicare A Bulletin* is limited to individual providers and medical facilities billed at least one Part A claim to Florida Medicare fiscal intermediary for processing during the twelve months prior to the release of each issue. **Medicare providers who meet these criteria have to register with us to receive the *Bulletin* in hardcopy or CD-ROM format.** Qualifying providers will be eligible to receive one hardcopy or CD-ROM of that issue, *if* a valid reason can be shown why the electronic publication available on the Internet cannot be utilized. “I just prefer hardcopy” is an invalid reason – a valid reason might be lack of a personal computer with Internet access, lack of a CD-ROM drive, or another technical or other barrier.

If you believe you meet these criteria and wish to receive hardcopies or CD-ROMs, you must complete and return the registration form that follows. You will be required to re-register annually. If you registered previously and no longer need a hardcopy, please indicate this on the form.

If you are willing and able to receive the *Bulletin* electronically from the Internet, you do not need to reply to us. Providers and other entities that do not meet the criteria and desire a hardcopy or CD-ROM may purchase an annual subscription to the *Bulletin* (please see the “2004 Part A Materials” order form on the inside back cover of this issue).

Note: If you have a paid subscription, you will receive hardcopies or CD-ROMs of the *Medicare A Bulletin* through your subscription period.

Features of the Electronic Publication

There are advantages to accessing the *Bulletin* online: the electronic version is posted to the Web before print copies are distributed, and you can view, print, or download only those articles important to your business.

In addition, we will be enhancing the format of electronic and CD-ROM newsletters to provide helpful features that do not appear in the current hardcopy format, including hyperlinks. A hyperlink is an element in an electronic document that links the user to another place in the same document, to an entirely different document, or to a Web site. This feature will provide users instant access to the following items:

- *Articles of Interest* – The publication table of contents will include hyperlinks to each article, therefore a provider can choose an article(s) of particular interest to his/her medical practice.
- *Third-Party Web sites* – All third-party Web sites referenced within articles will include hyperlinks to the applicable information on that Web site. (*Online publications only.*)
- *References within the Contractor Web sites* – All additional resources or reference materials mentioned in the newsletter will include hyperlinks to that information within the FCSO Medicare Web sites (e.g., full-text versions of local medical review policies, prior publications, forms, online registration, etc.). Additionally, links to unique Web pages will allow access to information applicable to the user’s specialty classification. (*Online publications only.*)

The enhanced electronic publications are available at no charge through the FCSO Medicare Web sites and on CD-ROM at a minimal cost. In addition, you may sign up for the *FCSO eNews*, our free electronic mailing list. Subscribers receive an email notice when new publications are posted to our Web sites, plus frequent notification of other items of interest. Anyone with an email address may sign up for *eNews*; you don’t have to be at the office. ❖

Medicare A Bulletin Hardcopy/CD-ROM Registration Form

To receive the *Medicare A Bulletin* in hardcopy or CD-ROM format, you must complete this registration form. Please complete and fax or mail it to the number or address listed at the bottom of this form. To receive a hardcopy or CD-ROM of the Third Quarter 2004 *Bulletin* your form must be faxed or postmarked on or before April 30, 2004.

Please note that you are not obligated to complete this form to obtain information published in the *Medicare A Bulletin* – issues published beginning in 1997 are available free of charge on our provider education Web site <http://www.floridamedicare.com>.

Provider/Facility Name:

Medicare Provider Identification Number (PIN):

Address:

City, State, ZIP Code:

Contact Person/Title:

Telephone Number:

Rationale for needing a hardcopy:

Does your office have Internet access? YES NO

Do you have a PC with a CD-ROM drive? YES NO

Other technical barrier or reason for needing publications hardcopy or on CD-ROM:

Mail your completed form to:

Medicare Communication and Education - Publications
P.O. Box 45270
Jacksonville, FL 32232-5270
or fax to 1 (904) 791-6292

Please let us know your concerns or questions regarding this initiative:

Please do not contact our customer service call center regarding this initiative. Additional questions or concerns may be submitted via the Web site in the “contact us” section.

GENERAL INFORMATION

Billing Noncovered Charges to Fiscal Intermediaries

The Centers for Medicare & Medicaid Services (CMS) has issued transmittal 25, change request 2634, summarizing existing instructions related to billing of noncovered charges by providers submitting fee-for-service claims to Medicare fiscal intermediaries (FIs). While inpatient facilities have been able to bill these charges for some time, Medicare systems have only had end-to-end capacity to process noncovered charges for outpatient providers on claims with other covered charges since April 2002. These guidelines provide more specific instructions on certain aspects of billing, and apply broader concepts to all bill types, especially in association with liability related notices such as the advance beneficiary notice (ABN).

With the issuance of transmittal 25, CR 2634, a new section will be added to the CMS Manual System, Pub. 100-4, Medicare Claim Processing, Chapter One, Section 60. This new section is available on the CMS Web site at http://cms.hhs.gov/manuals/pm_trans/R25CP4.pdf "General Billing Requirements – Provider Billing of Noncovered Charges to Fiscal Intermediaries" (pages 9-42). Section 60 addresses the following issues:

- 60.1 General Information on Noncovered Charges
 - 60.1.1 Notification Requirements Related to Noncovered Charges Prior to Billing
 - 60.1.2 Services Excluded by Statute
 - 60.1.3 Claims with Condition Code 21
 - 60.1.4 Summary of All Types of No Payment Claims
 - 60.1.5 General Operational Information on Noncovered Charges
- 60.2 Noncovered Charges on Inpatient Bills
- 60.3 Noncovered Charges on Demand Bills

- 60.3.1 Traditional Demand Bills (Condition Code 20)
- 60.3.2 General Demand Bills Instructions, Inpatient and Outpatient (Other than HH PPS and Part A SNF)
- 60.3.3 Summary of Methods for Demand Billing
- 60.4 Noncovered Charges on Outpatient Bills
 - 60.4.1 Billing with an ABN (Use of Occurrence Code 32) Comparable to Traditional Demand Bills
 - 60.4.2 Line-Item Modifiers Related to Reporting of Noncovered Charges When Covered and Noncovered Services Are on the Same Claim
 - 60.4.3 Clarifying Instructions for Outpatient Therapies Billed as Noncovered, on Other than HH PPS Claims, and for Critical Access Hospitals (CAHs) Billing the Same HCPCS Requiring Specific Time Increments
 - 60.4.4 New Instructions for Noncovered Charges on Ambulance Claims
- 5.5.5 Clarification of Liability for Preventive Screening Benefits Subject to Frequency Limits

A chart addressing the definition of fee-for-service ("traditional" or "original") Medicare inpatient and outpatient services by bill type is available on the CMC Web site at http://cms.hhs.gov/manuals/pm_trans/R25CP2.pdf.

Billing noncovered charges to fiscal intermediaries under these new and revised guidelines are effective for claims submitted on or after April 1, 2004, for services furnished on or October 1, 2000, within the timely filing period. ❖

Source: CMS Pub. 100-04 Transmittal 25, CR 2634

Revisions to Form CMS-1450 (UB-92)

The National Uniform Billing Committee (NUBC) has approved a new revenue code, updated existing codes, and made changes to several revenue codes categories. Form CMS-1450 (UB-92) for inpatient and outpatient bills has been updated to include the following changes with an effective date of October 16, 2003:

- Revenue code 100x (Behavioral health accommodation) has been added.
- Subcategories for revenue codes 009x, 079x, 090x, and 091x have been changed.
- All reference to state fields has been discontinued and reclassified as reserved for national assignments in the following form locators:
 - ♦ Patient status code (FL22)
 - ♦ Occurrence code (FL 35)

- ♦ Occurrence span code (FL 36)
- ♦ Value code (FL39)

- Patient status code 43 (Discharged/transferred to a federal hospital has an effective date of October 1, 2003).
- A typographical error for revenue code 3109 (other adult care) has been corrected from revenue code 3106 to 3109

General instructions for the completion of Form CMS-1450 (UB-92) may be found on CMS Manual System, Pub. 100-4 Medicare Claim Processing, chapter 25, section 60 at the following Web site address: http://www.cms.hhs.gov/manuals/104_claims/clm104c25.pdf. ❖

Source: CMS Transmittal 1894, CR 2848

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

Correction to the Annual Update of HCPCS Codes Used for Home Health Consolidated Billing

An article addressing the 2004 annual update of HCPCS (Healthcare Common Procedure Coding System) codes used for home health consolidation billing was published in the First Quarter 2004 *Medicare A Bulletin* (page 10). Since then, the Centers for Medicare & Medicaid Services (CMS) has issued a correction to the master code list for calendar year 2004 and the following HCPCS codes will **not** be added to home health consolidated billing enforcement:

- A7525 Tracheostomy mask, each
- A7526 Tracheostomy tube collar/holder, each

Section 1842(b)(6) of the Social Security Act requires that payment for home health services provided under a home health plan of care is made to the home health agency. This requirement is found in Medicare regulations at 42 CFR 409.100.

The corrected HH consolidated billing master list is available at <http://www.cms.hhs.gov/providers/hhapps/#billing>. ❖

Source: CMS Pub. 100-4 Transmittal 62, CR 3024

Claims Crossover Consolidation Process—National Coordination of Benefits Agreement

The Centers for Medicare & Medicaid Services (CMS) has decided to streamline the claims crossover process to better serve our customers. Medicare complementary insurers (i.e., non-Medigap plans), Title XIX State Medicaid Agencies, and Medigap plans—collectively known as coordination of benefit (COB) trading partners—that are eligible to receive Medicare paid claims directly from CMS for purposes of calculating their secondary liability will no longer have to sign separate agreements with individual Medicare contractors. Each COB trading partner will now enter into one national Coordination of Benefit Agreement (COBA) with CMS' consolidated claims crossover contractor, the Coordination of Benefits Contractor (COBC).

Likewise, each COB trading partner will no longer need to prepare and send separate eligibility files to Medicare intermediaries or carriers nor receive numerous crossover files. The COBC shall be designated to collect crossover fees from all COB trading partners (except for Title XIX State Medicaid Agencies which are exempt from such fees) on behalf of CMS. Sections of the Medicare Claims Processing Manual will be added or revised to capture the scope of the many changes that will result from the claims crossover consolidation process.

This will be accomplished via a phased-in approach. **Phase I** will include analysis, design and programmer coding for the January 2004 system release. **Phase II** will include testing and address any additional programmer coding or other specifications necessary as a result of testing, and will be completed with the April 2004 system release. **Phase III** (future instructions) will include the claim-based crossover and recovery of claims processes, and is the portion that will affect our customers. We will provide information concerning future instructions as soon as it is available. ❖

Source: CMS Pub 100-4 Transmittal 29, CR 2961
 CMS Pub 100-4 Transmittal 28, CR 2962

Financial Cycle Processing During Holidays

In previous years, First Coast Service Options, Inc., did not run a financial cycle or make payments to the providers when the holiday fell on a Monday, Wednesday, or Friday.

Effective Friday, December 26, 2003, the financial cycles will run on all Mondays, Wednesdays and Fridays regardless of the holiday schedule. Providers should expect payment on those days. ❖

Ambulance Claims with Modifier QL

On April 15, 2003, the Centers for Medicare & Medicaid Services (CMS) issued instructions to fiscal intermediaries (FIs) to hold all ambulance claims processed **on or after April 16, 2003**, containing modifier QL (patient pronounced dead) until CMS issued instructions on billing noncovered ambulance miles. At that time, CMS expected the instructions to be issued as part of the October 2003 shared system release. CMS has instructed FIs to continue to hold these claims until the instructions in Change Request 2634 are implemented in April 2004. ❖

Source: CMS Notification Dated November 3, 2003

New Enrollee Rights, New Provider Responsibilities in M+C Program

The following is a provider education article issued by the Centers for Medicare & Medicaid Services (CMS).

Introduction

Beginning on January 1, 2004, enrollees of Medicare+Choice (M+C) plans will have the right to an expedited review by a quality improvement organization (QIO) when they disagree with their M+C plan's decision that Medicare coverage of their services from a skilled nursing facility (SNF), home health agency (HHA), or comprehensive outpatient rehabilitation facility (CORF) should end. This new right stems originally from the Grijalva lawsuit and was established in regulations in a final rule published on April 4, 2003 (68 FR 16652). It is similar to the longstanding right of a Medicare beneficiary to request a QIO review of a discharge from an inpatient hospital.

What is "Grijalva"?

"Grijalva" is *Grijalva v. Shalala* – a class action lawsuit that challenged the adequacy of the Medicare managed care appeals process. The plaintiffs claimed that beneficiaries in Medicare managed care plans were not given adequate notice and appeal rights when coverage of their health care services was denied, reduced or terminated. Following extended legal negotiations – and significant changes to appeals procedures that resolved many issues – CMS reached a settlement agreement with plaintiffs and published a proposed rule based on that agreement in January 2001, and the final rule in April 2003.

New Regulations

Based on the provisions of the April 2003 final rule, SNFs, HHAs, and CORFs must provide an advance notice of Medicare coverage termination to M+C enrollees no later than two days before coverage of their services will end. If the patient does not agree that covered services should end, the enrollee may request an expedited review of the case by the QIO in that state, and the enrollee's M+C plan must furnish a detailed notice explaining why services are no longer necessary or covered. The review process generally will be completed within less than 48 hours of the enrollee's request for a review.

The new SNF, HHA, and CORF notification and appeal requirements distribute responsibilities under the new procedures among four parties:

- 1) The *M+C organization* generally is responsible for determining the discharge date and providing, upon request, a detailed explanation of termination of services. (In some cases, M+C organizations may choose to delegate these responsibilities to their contracting providers.)
- 2) The *provider* is responsible for delivering the Notice of Medicare Non-Coverage (NOMNC) to all enrollees no later than two days before their covered services end.
- 3) The *patient/M+C enrollee* (or authorized representative) is responsible for acknowledging receipt of the NOMNC and contacting the QIO (within the specified timelines) if they wish to obtain an expedited review.

- 4) The *QIO* is responsible for immediately contacting the M+C organization and the provider if an enrollee requests an expedited review and making a decision on the case by no later than the day Medicare coverage is predicted to end.

Again, these new notice and appeal procedures go into effect on January 1, 2004. You should be aware that the Medicare law (section 1869(b)(1)(F) of the Social Security Act) establishes a parallel right to an expedited review for "fee-for-service" Medicare beneficiaries, and we expect to implement similar procedures for these beneficiaries later in 2004.

What Do the New SNF, HHA, and CORF Notification Requirements Mean for Providers?

Notice of Medicare Non-Coverage (NOMNC)

The NOMNC (formerly referred to as the Important Medicare Message of Non-Coverage) is a short, straightforward notice that simply informs the patient of the date that coverage of services is going to end and describes what should be done if the patient wishes to appeal the decision or needs more information. CMS is developing a single, standardized NOMNC that is designed to make notice delivery as simple and burden-free as possible for the provider. The NOMNC essentially includes only two variable fields (i.e., patient name and last day of coverage) that the provider will have to fill in.

When to Deliver the NOMNC

Based on the M+C organization's determination of when services should end, the provider is responsible for delivering the NOMNC no later than two days before the end of coverage. If services are expected to be fewer than two days, the NOMNC should be delivered upon admission. If there is more than a 2-day span between services (e.g., in the home health setting), the NOMNC should be issued on the next to last time services are furnished. We encourage providers to work with M+C organizations so that these notices can be delivered as soon as the service termination date is known. A provider need not agree with the decision that covered services should end, but it still has a responsibility under its Medicare provider agreement to carry out this function.

How to Deliver the NOMNC

The provider must carry out "valid delivery" of the NOMNC. This means that the member (or authorized representative) must sign and date the notice to acknowledge receipt. Authorized representatives may be notified by telephone if personal delivery is not immediately available. In this case, the authorized representative must be informed of the contents of the notice, the call must be documented, and the notice must be mailed to the representative.

Expedited Review Process

If the enrollee decides to appeal the end of coverage, he or she must contact the QIO by no later than noon of the day before services are to end (as indicated in the NOMNC) to request a review. The QIO will inform the M+C organization and the provider of the request for a review and the

New Enrollee Rights, New Provider Responsibilities in M+C Program (continued)

M+C organization is responsible for providing the QIO and enrollee with a detailed explanation of why coverage is ending. The M+C organization may need to present additional information needed for the QIO to make a decision. Providers should cooperate with M+C organization requests for assistance in getting needed information. Based on the expedited timeframes, the QIO decision should take place by close of business of the day coverage is to end.

Importance of Timing/Need for Flexibility

Although the regulations and accompanying CMS instructions do not require action by any of the four responsible parties until 2 days before the planned termination of covered services, we want to emphasize that whenever possible, it's in everyone's best interest for an M+C organization and its providers to work together to make sure that the advance termination notice is given to enrollees as early as possible.

Delivery of the NOMNC by the provider as soon as it knows when the M+C organization will terminate coverage will allow the patient more time to determine if they wish to appeal. The sooner a patient contacts the QIO to ask for a review, the more time the QIO has to decide the case, meaning that a provider or M+C organization may have more time to provide required information.

We understand the challenges presented by this new process and have tried to develop a process that can accommodate the practical realities associated with these appeals. Many QIOs are closed on weekends (except for purposes of receiving expedited review requests), as are the administrative offices of M+C organizations and providers. Thus, to

the extent possible, providers should try to deliver termination notices early enough in the week to minimize the possibility of extended liability for weekend services for either M+C enrollees or M+C organizations, depending on the QIO's decision.

Similarly, SNF providers may want to consider how they can assist patients that wish to be discharged in the evening or on weekends in the event they lose their appeal and do not want to accumulate liability. Tasks such as ensuring that arrangements for follow-up care are in place, scheduling equipment to be delivered (if needed), and writing orders or instructions can be done in advance and, thus, facilitate a faster and more simple discharge. We strongly encourage providers to structure their notice delivery and discharge patterns to make the new process work as smoothly as possible. We recognize that these new requirements will be a challenge – at least at first – and that there may be unforeseen complications that will need to be resolved as the process evolves. We intend to work together with all involved parties to identify problems, publicize best practices, and implement needed changes.

More Information

Further information on this process, including the NOMNC and related instructions can be found on the CMS Web site at <http://www.cms.hhs.gov/healthplans/appeals>. (Also, see regulations at 42 CFR 422.624, 422.626, and 489.27 and Chapter 13 of the M+C manual.) ❖

Source: CMS Pub 100-20 Transmittal 41, CR 3044

Signature Requirements

Medicare requires a legible identity for services provider/ordered. The method used (e.g., hand written, electronic, or signature stamp) to sign an order or other medical record documentation for medical review purposes in determining coverage is not a relevant factor. Rather, an indication of a signature in some form needs to be present.

Providers using alternative signature methods (e.g., a signature stamp) should recognize that there is a potential for misuse or abuse with a signature stamp or other alternate signature methods. For example, a rubber stamped signature is much less secure than other modes of signature identification. The individual whose name is on the alternate signature method bears the responsibility for the authenticity of the information being attested to. Physicians should check with their attorneys and malpractice insurers in regard to the use of alternative signature methods.

All state licensure and state practice regulations continue to apply. Where state law is more restrictive than Medicare, the contractor applies the state law standard. The signature requirements described here do not assure compliance with Medicare conditions of participation.

This instruction does not supersede the prohibition for certificates of medical necessity (CMN). CMNs are a term specifically describing particular durable medical equipment forms. As stated on CMN forms, "Signature and date stamps are not acceptable" for use on CMNs. No other forms or documents are subject to this exclusion. ❖

Source: CMS Pub. 100-8 Transmittal 59, CR 2937

Correction to HCPCS Codes for Low Osmolar Contrast Material

Healthcare Common Procedure Coding System (HCPCS) codes A4644 thru A4646 have been used to bill for low osmolar contrast material since 1994. The HCPCS Alpha-Numeric Editorial Panel added a new single code A9525 for low or iso-osmolar contrast material and deleted codes A4644 thru A4646 effective January 1, 2004.

CMS has determined that this change may result in incorrect coding of low osmolar contrast material and that providers should continue to use HCPCS codes A4644 thru A4646 rather than new code A9525. Therefore, **effective April 1, 2004**, we will continue to process claims for low osmolar contrast material coded under HCPCS A4644 thru A4646.

In addition, for claims received **on or after April 1, 2004**, HCPCS code A9525 will be invalid for Medicare claims processing purposes. Iso-osmolar products should continue to be coded using the appropriate low osmolar code A6444, A4645, or A4646. ❖

Source: CMS Pub 100-20 Transmittal: 45, CR 3053

April Quarterly Update for 2004 DMEPOS Fee Schedule

The durable medical equipment prosthetic, orthotic, and supply (DMEPOS) fee schedules are updated on a quarterly basis in order to implement fee schedule amounts for new codes and to revise any fee schedule amounts for existing codes that were calculated in error. The quarterly updates process for the DMEPOS fee schedule is located in the CMS Manual System, Pub 100-4 Medicare Claims Processing Manual, Chapter 23, Section 60.

Payment on a fee schedule basis is required for durable medical equipment (DME), prosthetic and orthotic devices, and surgical dressings by sections 1834(a), (h), and (i) of the Social Security Act.

Effective for services furnished **on or after April 1, 2004**, the following new "K" codes have been established for billing spinal orthotics.

- | | | | |
|-------|---|-------|--|
| K0627 | Traction equipment, cervical, free-standing, pneumatic, applying traction force to other than mandible | | |
| K0630 | Sacroiliac orthosis, flexible, provides pelvic-sacral support, reduces motion about the sacroiliac joint, includes straps, closures, may include pendulous abdomen design, prefabricated, includes fitting and adjustment | | |
| K0631 | Sacroiliac orthosis, flexible, provides pelvic-sacral support, reduces motion about the sacroiliac joint, includes straps, closures, may include pendulous abdomen design, custom fabricated | | |
| K0632 | Sacroiliac orthosis, provides pelvic-sacral support, with rigid or semi-rigid panels over the sacrum and abdomen, reduces motion about the sacroiliac joint, includes straps, closures, may include pendulous abdomen design, prefabricated, includes fitting and adjustment | | |
| K0633 | Sacroiliac orthosis, provides pelvic-sacral support, with rigid or semi-rigid panels placed over the sacrum and abdomen, reduces motion about the sacroiliac joint, includes straps, closures, may include pendulous abdomen design, custom fabricated | | |
| K0634 | Lumbar orthosis, flexible, provides lumbar support, posterior extends from L-1 to below L-5 vertebra, produces intracavitary pressure to reduce load on the intervertebral discs, includes straps, closures, may include pendulous abdomen design, shoulder straps, stays, prefabricated, includes fitting and adjustment | | |
| K0635 | Lumbar orthosis, sagittal control, with rigid posterior panel(s), posterior extends from L-1 to below L-5 vertebrae, produces intracavitary pressure to reduce load on the intervertebral discs, includes straps, closures, may include padding, stays, shoulder straps, pendulous abdomen design, prefabricated, includes fitting and adjustment | | |
| K0636 | Lumbar orthosis, sagittal control, with rigid anterior and posterior panels, posterior extends from L-1 to below L-5 vertebra, produces intracavitary pressure | | to reduce load on the intervertebral discs, includes straps, closures, may include padding, shoulder straps, pendulous abdomen design, prefabricated, includes fitting and adjustment |
| | | K0637 | Lumbar-sacral orthosis, flexible, provides lumbo-sacral support, posterior extends from sacrococcygeal junction to T-9 vertebra, produces intracavitary pressure to reduce load on the intervertebral discs, includes straps, closures, may include stays, shoulder straps, pendulous abdomen design, prefabricated, includes fitting and adjustment |
| | | K0638 | Lumbar-sacral orthosis, flexible, provides lumbo-sacral support, posterior extends from sacrococcygeal junction to T-9 vertebra, produces intracavitary pressure to reduce load on the intervertebral discs, includes straps, closures, may include stays, shoulder straps, pendulous abdomen design, custom fabricated |
| | | K0639 | Lumbar-sacral orthosis, sagittal control, with rigid posterior panel(s), posterior extends from sacrococcygeal junction to T-9 vertebra, produces intracavitary pressure to stays, shoulder straps, pendulous abdomen design, prefabricated, includes fitting and adjustment |
| | | K0640 | Lumbar-sacral orthosis, sagittal control, with rigid anterior and posterior panels, posterior extends from sacrococcygeal junction to T-9 vertebra, produces intracavitary pressure to reduce load on the intervertebral discs, includes straps, closures, may include padding, shoulder straps, pendulous abdomen design, prefabricated, includes fitting and adjustment |
| | | K0641 | Lumbar-sacral orthosis, sagittal control, with rigid anterior and posterior panels, posterior extends from sacrococcygeal junction to T-9 vertebra, produces intracavitary pressure to reduce load on the intervertebral discs, includes straps, closures, may include padding, shoulder straps, pendulous abdomen design, custom fabricated |
| | | K0642 | Lumbar-sacral orthosis, sagittal-coronal control, with rigid posterior frame/panel(s), posterior extends from sacrococcygeal junction to T-9 vertebra, lateral strength provided by rigid lateral frame/panels, produces intracavitary pressure to reduce load on intervertebral discs, includes straps, closures, may include padding, stays, shoulder straps, pendulous abdomen design, prefabricated, includes fitting and adjustment |
| | | K0643 | Lumbar-sacral orthosis, sagittal-coronal control, with rigid posterior frame/panel(s), posterior extends from sacrococcygeal junction to T-9 vertebra, lateral strength provided by rigid lateral frame/panels, produces intracavitary pressure to reduce load on intervertebral discs, includes straps, closures, may include padding, stays, shoulder straps, pendulous abdomen design, custom fabricated |

April Quarterly Update for 2004 DMEPOS Fee Schedule (continued)

- K0644 Lumbar-sacral orthosis, sagittal-coronal control, lumbar flexion, rigid posterior frame/panels, lateral articulating design to flex the lumbar spine, posterior extends from sacrococcygeal junction to T-9 vertebra, lateral strength provided by rigid lateral frame/panels, produces intracavitary pressure to reduce load on intervertebral discs, discs, includes straps, closures, may include padding, anterior panel, pendulous abdomen design, prefabricated, includes fitting and adjustment
- K0647 Lumbar-sacral orthosis, sagittal-coronal control, with rigid anterior and posterior frame/panels, posterior extends from sacrococcygeal junction to T-9 vertebra, lateral strength provided by rigid lateral frame/panels, produces intracavitary pressure to reduce load on intervertebral discs, includes straps, closures, may include padding, shoulder straps, pendulous abdomen design, custom fabricated
- K0645 Lumbar-sacral orthosis, sagittal-coronal control, lumbar flexion, rigid posterior frame/panels, lateral articulating design to flex the lumbar spine, posterior extends from sacrococcygeal junction to T-9 vertebra, lateral strength provided by rigid lateral frame/panels, produces intracavitary pressure to reduce load on intervertebral discs, includes straps, closures, may include padding, anterior panel, pendulous abdomen design, custom fabricated
- K0648 Lumbar-sacral orthosis, sagittal-coronal control, rigid shell(s)/panel(s), posterior extends from sacrococcygeal junction to T-9 vertebra, anterior extends from symphysis pubis to xiphoid, produces intracavitary pressure to reduce load on the intervertebral discs, overall strength is provided by overlapping rigid plastic and stabilizing closures, includes straps, closures, may include soft interface, pendulous abdomen design, prefabricated, includes fitting and adjustment
- K0646 Lumbar-sacral orthosis, sagittal-coronal control, with rigid anterior and posterior frame/panels, posterior extends from sacrococcygeal junction to T-9 vertebra, lateral strength provided by rigid lateral frame/panels, produces intracavitary pressure to reduce load on intervertebral discs, includes straps, closures, may include padding, shoulder straps, pendulous abdomen design, prefabricated, includes fitting and adjustment
- K0649 Lumbar-sacral orthosis, sagittal-coronal control, rigid shell(s)/panel(s), posterior extends from sacrococcygeal junction to T-9 vertebra, anterior extends from symphysis pubis to xiphoid, produces intracavitary pressure to reduce load on the intervertebral discs, overall strength is provided by overlapping rigid plastic and stabilizing closures, includes straps, closures, may include soft interface, pendulous abdomen design, custom fabricated. ❖

Source: CMS Pub 100-4 Transmittal #58, CR 3014
 CMS Pub 100-4 Transmittal #50, CR 2967

Revised 2004 Update of the Clinical Laboratory and Durable Medical Equipment, Prosthetics, Orthotics, and Supplies Fee Schedules

Section 628 of the Medicare Prescription Drug, Improvement, and Modernization Act (DIMA) of 2003 specifies that the fee update for clinical laboratory services for fiscal year 2004 through 2008 is **0 percent**. The revised fee update for clinical laboratory services requires revised fees for traveling to perform a specimen collection for either a nursing home or homebound patient. For dates of service **January 1, 2004, through December 31, 2004**, the payment for HCPCS code P9603 (per mileage trip basis) is \$.825 and for HCPCS code P9604 (flat rate trip basis) is \$8.25.

In accordance with section 302(c) of the DIMA, the fee schedule update factors for 2004 for DME, other than items classified as class III devices by the Food and Drug Administration), prosthetic devices, prosthetics, orthotics and surgical dressings are equal to **0 percent**. In addition, the 2004 payment limits for therapeutic shoes will be frozen at the 2003 amounts.

Section 418 of the DIMA eliminates the application of the clinical laboratory fee schedule by a hospital laboratory with fewer than 50 beds in a qualified rural area for outpatient laboratory testing for cost reporting periods beginning during the two-year period beginning on July 1, 2004. Payment for these outpatient laboratory tests will be reasonable costs during the applicable time period. Additional instructions regarding which qualified rural areas apply to this provision will be provided in a separate instruction. ❖

Source: CMS Pub. 100-20, Transmittal 31, CR 3013

2004 Medicare Physician Fee Schedule Increase

On December 8, 2003, President Bush signed the Medicare Prescription Drug, Improvement, and Modernization Act (DIMA) of 2003, which included provisions to increase payment to physicians and other health care professionals for services reimbursed under the Medicare physician fee schedule by an average of more than 1.5 percent for calendar year 2004. These new higher rates become effective January 1, 2004.

The new act also changes the geographic practice costs indices (GPCIs) for some areas and requires Medicare to revise relative value units for drug administration and other services. On average, Medicare Physician Fee Schedule (MPFS) rates will increase approximately 1.5 percent. However, because there are changes to relative value units and GPCIs, the increase for any specific service in a particular area may be more or less than 1.5 percent. ❖

Source: CMS Pub 100-20 Transmittal 28, CR 3009

2004 Annual Update for Clinical Laboratory Fee Schedule and Laboratory Services Subject to Reasonable Charge Payment

In accordance with section 1833(h)(2)(A)(i) of the Social Security Act (the Act), the annual update to the local clinical laboratory fees for 2004 is 2.6 percent.

Payment for a clinical laboratory test is the lesser of the actual charge billed for the test, the local fee, or the national limitation amount (NLA).

Payment for a cervical or vaginal smear test (Pap smear) is the lesser of the local fee or the NLA, but not less than a national minimum payment amount (described below). However, for a cervical or vaginal smear test (Pap smear), payment may also not exceed the actual charge.

The Part B deductible and coinsurance do not apply for services paid under the clinical laboratory fee schedule.

National Minimum Payment Amounts

Section 1833(h)(7) of the Act requires that payment for a cervical or vaginal smear test (Pap smear) to be the lesser of the local fee or the NLA, but not less than a national minimum payment amount. Also, payment may not exceed the actual charge. The 2004 national minimum payment amount is \$15.14 (\$14.76 plus 2.6 percent update for 2004). The affected codes for the national minimum payment amount are:

88142	88143	88147	88148	88150
88152	88153	88154	88164	88165
88166	88167	88174	88175	G0123
G0143	G0144	G0145	G0147	G0148
P3000.				

National Limitation Amounts (Maximum)

For tests for which NLAs were established before January 1, 2001, the NLA is 74 percent of the median of the local fees. For tests for which NLAs are first established on or after January 1, 2001, the NLA is 100 percent of the median of the local fees in accordance with section 1833(h)(4)(B)(viii) of the Act.

Pricing Information

The 2004 laboratory fee schedule includes separately payable fees for certain specimen collection methods (codes G0001, P9612, and P9615). The fees have been established in accordance with section 1833(h)(4)(B) of the Act.

For 2004, the clinical laboratory fee schedule will continue to include code G0001 – Routine venipuncture for collection of specimen(s). Laboratories should continue to bill code G0001 for Medicare payment of venous blood collection by venipuncture. CPT code 36415 – *Collection of venous blood by venipuncture* and CPT code 36416 –

Collection of capillary blood specimen (e.g., finger, heel, ear stick) remain invalid for Medicare purposes.

The 2004 laboratory fee schedule also includes codes that have a 'QW' modifier to both identify codes and determine payment for tests performed by a laboratory registered with only a certificate of waiver under the Clinical Laboratory Improvement Amendments of 1988 (CLIA).

Instructions on separately payable fees for traveling to perform a specimen collection for either a nursing home or homebound patient were issued in June 1999. There are two codes:

- code P9603 for a per mileage trip basis, or
- code P9604 for a flat rate trip basis where the average round trip is generally less than 20 miles (or an average of 10 miles per leg of the trip).

To bill either code requires documentation of the number of specimens performed per trip (for both Medicare and non-Medicare patients) to compute the Medicare prorated fee. Code P9604 requires the laboratory to determine the appropriateness of billing on an average round trip basis for all trips during a one-year time period. Thus, payment for travel under code P9604 is made to reasonably pay on average for a varying range of trip miles so that the laboratory should not also require payment with another basis (e.g., code P9603).

Payment for HCPCS codes P9603 and P9604 reflects personnel and transportation costs. For dates of service January 1, 2004 through December 31, 2004, the personnel payment is \$.46 per mile. For dates of service January 1, 2004 through December 31, 2004, the standard mileage rate for transportation costs is \$0.375. The 2004 payment for code P9603 is \$.835 and for code P9604 is \$.835.

Mapping rates have been revised for codes 80157, 83663, 83664, 87046, 87071, 87073, 87254, 87300, and 88400. Mappings have been established for 82274 and 82274QW. Mappings have also been established for new codes G0328 and G0328QW – Colorectal cancer screening; fecal-occult blood test, immunoassay, 1-3 simultaneous determinations.

Complete Blood Count Testing

A complete blood count (CBC) consists of measuring a blood specimen for levels of hemoglobin, hematocrit, red blood cells, white blood cells, and platelets. Also, a differential white blood cell (WBC) count measures the percentages of different types of white blood cells. This

2004 Annual Update for Clinical Laboratory Fee Schedule and Laboratory Services ... (continued)

hematology testing is commonly ordered by physicians to diagnose and treat a wide array of disorders such as liver, heart, and pulmonary disease, hemorrhage, dehydration, and infections.

CPT codes representing component tests of CBC testing (with differential WBC testing) include:

- 85004 Blood count; automated differential WBC count
- 85007 Blood count; microscopic examination with manual differential WBC count
- 85008 Blood count; microscopic examination without manual differential WBC count
- 85009 Blood count; manual differential WBC count, buffy count
- 85013 Blood count; spun hematocrit
- 85014 Blood count; hematocrit (Hct)
- 85018 Blood count; hemoglobin (Hgb)
- 85032 Blood count; manual cell count (erythrocyte, leukocyte, or platelet)
- 85041 Blood count; red blood cell (RBC), automated
- 85048 Blood count; leukocyte (WBC), automated
- 85049 *Blood count; platelet, automated*

CPT codes representing the bundled testing services include:

- 85025 Complete CBC, automated (Hgb, Hct, RBC, WBC, and platelet count) and automated WBC differential
- 85027 *Complete CBC, automated (Hgb, Hct, RBC, WBC, and platelet count)*

National Correct Coding Initiative (NCCI) edits have been established to promote correct coding and prevent inappropriate payments. For example, test codes 85027 and 85004 should not be billed along with code 85025, which represents the bundled testing service. Further information on the NCCI edits is available at <http://www.cms.hhs.gov/physicians/cciedits/default.asp>.

Based on comments, codes G0306 and G0307 have been established to permit continued billing of common bundled CBC testing services without a platelet count.

- G0306 Complete (CBC), automated (HgB, HCT, RBC, WBC, without platelet count) and automated differential WBC count
- G0307 Complete (CBC), automated (HgB, HCT, RBC, WBC, without platelet count)

If additional CBC component test(s) are medically necessary, only the medically necessary components (e.g. hemoglobin (Hgb) or hematocrit (Hct)) should be ordered and performed. Billing modifiers can assist in reporting additional medically necessary CBC component test(s) or bundling testing service for the same patient on the same date of service, such as modifier 91 – Repeat clinical laboratory test.

Organ or Disease Oriented Panel Codes

Similar to prior years, the 2004 pricing amounts for certain organ or disease panel codes and evocative/suppression test codes were derived by summing the lower of the fee schedule amount or the NLA for each individual test code included in the panel code.

Laboratory Costs Subject to Reasonable Charge Payment in 2004

For outpatients, the following codes are paid under a reasonable charge basis. In accordance with section 42 CFR 405.502 – 405.508, the reasonable charge may not exceed the lowest of the actual charge or the customary or prevailing charge for the previous 12- month period ending June 30, updated by the inflation-indexed update. The inflation indexed update is calculated using the change in the applicable consumer price index for the 12-month period ending June 30 of each year as prescribed by section 1842(b)(3) of the Act and section 42 CFR 405.509(b)(1). The inflation-indexed update for year 2004 is 2.1 percent.

Manual instructions for determining the reasonable charge payment may be found in the CMS Manual System, Pub. 100-04, Medicare Claim Processing, chapter 23, section 80-80.8. If there is insufficient charge data for a code, the instructions permit considering charges for other similar services and price lists.

When these services are performed for independent dialysis facility patients, the CMS Manual System, Pub. 100-04, Medicare Claim Processing, chapter 8, section 60.3 instructs that the reasonable charge basis applies. However, when these services are performed for hospital based renal dialysis facility patients, payment is made on a reasonable cost basis.

Also, when these services are performed for hospital outpatients, payment is made under the hospital outpatient prospective payment system.

Blood Products

P9010	P9011	P9012	P9016	P9017
P9019	P9020	P9021	P9022	P9023
P9031	P9032	P9033	P9034	P9035
P9036	P9037	P9038	P9039	P9040
P9044	P9050	P9051	P9052	P9053
P9054	P9055	P9056	P9057	P9058
P9059				

Also, the following codes should be applied to the blood deductible as instructed in Pub. 100-01, chapter 3, section 20.5-20.54:

P9010	P9016	P9021	P9022	P9038
P9039	P9040	P9051	P9054	P9055
P9056	P9057	P9058		

Note: Biologic products not paid on a cost or prospective payment basis are paid based on section 1842(o) of the Act. The payment limits based on section 1842(o), including the payment limits for codes P9041, P9043, P9045, P9046, P9047 and P9048 are obtained from the single drug PRICER.

Transfusion Medicine

86850	86860	86870	86880	86885
86886	86890	86891	86900	86901
86903	86904	86905	86906	86920
86921	86922	86927	86930	86931
86932	86945	86950	86965	86970
86971	86972	86975	86976	86977
86978	86985	G0267		

*2004 Annual Update for Clinical Laboratory Fee Schedule and Laboratory Services ... (continued)***Reproductive Medicine Procedures**

89250	89251	89253	89254	89255
89257	89258	89259	89260	89261
89264	89268	89272	89280	89281
89290	89291	89335	89342	89343
89344	89346	89352	89353	89354
89356				

2004 Clinical Laboratory Test Codes

The new codes for the year 2004 are effective for services furnished on or after January 1, 2004. The Centers for Medicare & Medicaid Services (CMS) provides a three-month grace period for discontinued HCPCS codes. The grace period applies to claims received prior to April 1, 2004, which include 2003 discontinued codes for dates of service January 1, 2004, through March 31, 2004.

New Codes

84156	84157	85055	87269	87329
87660	89225	89235	89268	89272
89280	89281	89290	89291	89335
89342	89343	89344	89346	89352
89353	89354	89356	G0306	G0307
G0328	G0328QWP9051	P9052	P9053	
P9054	P9055	P9056	P9057	P9058
P9059				

Discontinued Codes

89252	89256	89355	89365
-------	-------	-------	-------

Gap-fill Payments for New Laboratory Test

For 2004, there are no new test codes to be gap-filled.

Public Comments

Comments after the release of the 2004 laboratory fee schedule may be submitted to the following address so that CMS may consider them for the development of the 2005 laboratory fee schedule. A comment must be in written format and include clinical, coding, and costing information. Comments must be submitted **before August 1, 2004**, for CMS to incorporate changes, if needed, with the January 2005 implementation.

Centers for Medicare & Medicaid Services (CMS)
Center for Medicare Management
Division of Ambulatory Services
Mailstop: C4-07-07
7500 Security Boulevard
Baltimore, Maryland 21244-1850. ❖

Source: CMS Pub 100-20 Transmittal 20, CR 2959

*Italicized and/or quoted material is excerpted from the American Medical Association **Current Procedural Terminology**. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.*

Treatment of Certain Dental Claims as a Result of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003

The following is a provider education article issued by the Centers for Medicare & Medicaid Services (CMS).

Provider Types Affected

Dentists

Provider Action Needed

Providers who submit dental claims for services provided to Medicare beneficiaries need to be aware of the new law related to claims submissions to supplemental or other group health insurers of Medicare beneficiaries.

STOP

As of February 8, 2004 for **outpatient** dental services that are not covered by Medicare, you do not need to submit a claim to Medicare and receive a denial if the beneficiary has group secondary or supplemental coverage. Group health plans are prohibited from requiring such determinations as of February 8 for such services.

CAUTION

A group health plan may continue to require such determinations in cases involving or appearing to involve inpatient dental hospital services, or other dental services covered by Medicare.

GO

Please amend your procedures regarding dental service claims for Medicare patients as reflected by the new legislation. See the Additional Information section for further illumination.

Background

Under present law, the Medicare benefit does not include coverage of most dental services. Some insurers have required dentists to receive a claim denial from Medicare before they will process a claim from the dentist for a Medicare beneficiary holding coverage from that group health insurer. Under section 950 of the Medicare Prescription Drug, Improvement, and Modernization act of 2003, a group health plan providing supplemental or secondary coverage to Medicare beneficiaries cannot require dentists to obtain a claim denial from Medicare for dental services that are not covered by Medicare before paying the claim. However, a claims determination, i.e., a submission of a claim to Medicare, **may be required** for inpatient dental hospital services or dental services **specifically covered** by Medicare. (Payment may be made under part A for these services.)

Treatment of Certain Dental Claims as a Result of the Medicare Prescription Drug, Improvement, ... (continued)

This section of the new legislation is to be effective 60 days after enactment of the legislation, which was enacted on December 8, 2003. Thus, this provision is effective as of February 8, 2004.

Additional Information

For your convenience, the actual text of Section 950 of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 reads as follows:

“Sec. 950. Treatment of Certain Dental Claims

(a) **In General**—Section 1862 (42 U.S.C. 1395y) is amended by adding at the end, after the subsection transferred and redesignated by section 948 (a), the following new subsection:

(k) (1) Subject to paragraph (2), a group health plan (as defined in subsection (a) (1) (A) (v) providing supplemental or secondary coverage to individuals also entitled to services under this title shall not require a Medicare claims determination under this title for dental benefits specifically excluded under subsection (a) (12) as a condition of making a claims determination for such benefits under the group health plan.

(2) A group health plan may require a claims determination under this title in cases involving or appearing to involve inpatient dental hospital services or dental services expressly covered under this title pursuant to actions taken by the Secretary.

(b) **Effective Date**—The amendment made by subsection (a) shall take effect on the date that is 60 days after the date of the enactment of this Act.” ❖

Medlearn Matters Number: SE0402,

Related Change Request (CR) #: N/A

Effective Date: February 8, 2004

Implementation Date: February 8, 2004

Source: JSM-49, Dated January 16, 2004

Medlearn Matters articles are prepared as a service to the public and are not intended to grant rights or impose obligations. Medlearn Matters articles may contain references or links to statutes, regulations, or other policy materials. The information provided is only intended to be a general summary. It is not intended to take the place of either the written law or regulations. We encourage readers to review the specific statutes, regulations, and other interpretive materials for a full and accurate statement of their contents.

OUTPATIENT REHABILITATION SERVICES

2004 Changes to Outpatient Rehabilitation Services

The following changes have been made to the list of applicable outpatient rehabilitation therapy CPT/HCPCS codes effective for services furnished **on or after January 1, 2004**.

- CPT code 97755 has been added to the list.
- CPT code 97010 has been added to the list, however this code must be bundled with any therapy code. Regardless of whether it is billed alone or in conjunction with another therapy code, this code is not paid separately. If the code is billed alone, it will be denied.
- CPT codes 92601, 92602, 92603, 92604, and HCPCS codes V5362, V5363, V5364 have been removed from the list. These codes are no longer applicable outpatient rehabilitation therapy codes for services furnished **on or after January 1, 2004**.

Billing Requirements

Billing requirements and guidelines for outpatient rehabilitation services were published in the First Quarter 2004 *Medicare A Bulletin* (pages 17-18). ❖

Source: CMS Pub 100-4 Transmittal 30, CR 2973

Italicized and/or quoted material is excerpted from the American Medical Association *Current Procedural Terminology*. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

Renewed Moratorium on Outpatient Rehabilitation Therapy Caps

The Centers for Medicare & Medicaid Services (CMS) recently issued the following provider education article concerning the renewed moratorium on outpatient rehabilitation therapy caps.

This affects providers of outpatient physical therapy, speech-language pathology, and occupational therapy services.

Impact to You

Beginning December 8, 2003, and continuing through December 31, 2005, there are no payment caps on claims received for the physical therapy, speech-language pathology, and occupational therapy services. The payment caps for these services remain in effect for claims received on September 1, 2003, through December 7, 2003, for services rendered during that timeframe.

What You Need to Know

The recently enacted Medicare Prescription Drug Modernization Act of 2003 renewed the moratorium on physical therapy, speech-language pathology, and occupational therapy services payment caps, effective on December 8, 2003, and continuing through calendar year 2005. The payment cap on services provided and for which claims were received from September 1, 2003 through December 7, 2003 for outpatient physical therapy and speech-language pathology services combined remains \$1590 and for outpatient occupational therapy services remains \$1590. These caps are based on the allowed incurred expenses, which are defined as the Medicare physician fee schedule (MPFS) amount before the application of any beneficiary deductible and/or coinsurance. Caps apply to claims received during the time caps were in effect.

What You Need to Do

You need to know that the payment caps for these services will not be in effect on claims received from December 8, 2003, through December 31, 2005; therefore, you should not limit services or charge beneficiaries for these covered services based on therapy caps. Essentially, the Medicare payment policies with regard to the cap are the same as those prior to September 1, 2003. Note that the use of therapy modifiers is still required.

Background

The Balanced Budget Act (BBA) of 1997 required payment under a prospective payment system for outpatient rehabilitation services (physical therapy, speech-language pathology, and occupational therapy), and set financial limitations for these services.

The Balanced Budget Refinement Act (BBRA) of 1999 placed a two-year moratorium on these limitations effective January 1, 2000 through December 31, 2001. This moratorium was further extended through December 31, 2002 by the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act (BIPA) of 2000.

In 2003, although there was not a moratorium on these payment limitations, their implementation was delayed until September 1, 2003. The financial limitations remain in effect for services provided and claims received for those services from September 1, 2003 through December 7, 2003, when the Medicare Prescription Drug Modernization Act of 2003 renewed the moratorium until the end of calendar year 2005.

Important Dates to Know

This change request is effective and implemented on December 8, 2003.

Related Instructions

To learn more about these issues, look for CR3005 on the CMS Web site page for 2003 transmittals. For example, that transmittal contains some specific examples of how the caps are computed for the period from September 1, 2003, through December 7, 2003. The transmittal page may be accessed at:

http://www.cms.hhs.gov/manuals/transmittals/comm_date_dsc.asp.

If you have any questions, please contact us via the toll-free number 1-877-602-88167, or visit our Web site <http://www.floridamedicare.com>. ❖

Source: CMS Pub. 100-20 Transmittal: 40, CR 3045
Medlearn Matters number MM3005

Medlearn Matters articles are prepared as a service to the public and are not intended to grant rights or impose obligations. Medlearn Matters articles may contain references or links to statutes, regulations, or other policy materials. The information provided is only intended to be a general summary. It is not intended to take the place of either the written law or regulations. We encourage readers to review the specific statutes, regulations, and other interpretive materials for a full and accurate statement of their contents.

GENERAL COVERAGE

Ventricular Assist Devices for Destination Therapy

This provider education article discusses the expansion in Medicare coverage for ventricular assist devices (VADs) for destination therapy for certain services performed **on and after October 1, 2003**. The article also discusses VAD claims processing and provides VAD information resources.

Background

For services performed **on and after October 1, 2003**, coverage has been expanded for VADs when used as destination therapy under the following conditions:

- The VAD has received approval from the Food and Drug Administration (FDA) for that purpose.
- The VAD is used according to FDA-approved labeling instructions.
- The patient meets specified criteria.
- The procedure is performed in specified facilities.

Note: All other indications for the use of VADs remain the same.

VAD Claim Processing Information

Services Provided to Patients in a Medicare+Choice (now Medicare Advantage) Plan

Until Medicare capitation rates to M+C organizations are adjusted to account for expanded VAD coverage, the following guidelines providers will be paid on a fee-for-service basis for VAD services that fall under the new indication for destination therapy.

Medicare did not have system changes in place to pay claims for risk M+C patients until January 5, 2004, therefore Medicare contractors held claims for risk M+C patients under the new indications for VADs submitted with modifier KZ or condition code 78 from October 1, 2003, until December 31, 2003.

Medicare contractors released these claims for payment with any applicable interest on or after January 5, 2004.

Services Provided to Fee-for-Service Patients

ICD-9-CM procedure code 37.62 was incorrectly included in diagnosis related group (DRG) 525 when it was created in 2003. Code 37.62 is clinically and financially dissimilar to the other procedures in DRG 525. Therefore, the following changes regarding the mapping of codes assigned to DRG 525 have been completed:

- ICD-9-CM procedure code 37.62 (implant of other heart assist system has been removed and assigned to DRG 104 (cardiac valve) and DRG 105 (other major cardiothoracic procedures with and without cardiac catheterization).
- Procedure codes that still map to DRG 525 are 37.63 (replacement and repair of heart assist system), 37.65 (implant of an external, pulsatile heart assist system), and 37.66 (implant of an implantable, pulsatile heart assist system).
- Payment for cases remaining in DRG 525 has been increased from approximately \$75,000 to \$90,000.
- Payment for cases with procedure code 37.62 has been decreased from approximately \$75,000 to \$35,000.
- CMS implemented a new GROUPER software program in place to correctly group these services on November 1, 2003; therefore, claims submitted between October 1, 2003 and October 31, 2003 were grouped and paid under the software programs in place on October 1, 2003.
- Claims with DRGs 104, 105, and 525 were adjusted on or after November 1, 2003 in order to correctly pay these services.

VAD Information Resources

<http://www.cms.hhs.gov/manuals/cmsindex.asp>
CMS Manual System, Pub. 100-3 Medicare National Coverage Determination, section 20.9. ❖

Source: CMS Pub 100-3 Transmittal 4, CR 2985

Expanded Colorectal Cancer Screening Fecal-Occult Blood Tests

Effective for services furnished **on or after January 1, 2004**, Medicare covers the new colorectal cancer screening fecal-occult blood test (FOBT) – HCPCS code G0328. Screening FOBT (HCPCS code G0328) may be paid as an alternative to HCPCS code G0107 for beneficiaries who have attained age 50. Medicare will pay for a covered FOBT (either G0107 or G0328, but not both) at a frequency of once every 12 months (i.e., at least 11 months have passed following the month in which the last covered screening FOBT was performed).

HCPCS Codes

- G0107 Colorectal cancer screening; fecal-occult blood test, 1-3 simultaneous determinations; (effective for services furnished on or after January 1, 1998)
- G0328 Colorectal cancer screening; fecal-occult blood test, immunoassay, 1-3 simultaneous determinations (effective for services furnished on or after January 1, 2004)

Coverage Guidelines

Effective for services furnished on or after January 1, 2004, one screening FOBT (HCPCS code G0107 **or** G0328) is covered for beneficiaries who have attained age 50, at a frequency of once every 12 months (i.e., at least 11 months have passed following the month in which the last covered screening FOBT was performed).

Screening FOBT means:

- (1) a guaiac-based test for peroxidase activity in which the beneficiary completes it by taking samples from two different sites of three consecutive stools **or**,
- (2) an immunoassay (or immunochemical) test for antibody activity in which the beneficiary completes the test by use of a spatula to collect the appropriate number of samples or the use of a special brush for the collection of samples, determined by the individual manufacturer's instructions.

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

Both screenings require a written order from the beneficiary's attending physician. The term "attending physician" is defined to mean a doctor of medicine or osteopathy (as defined in section 1861(r)(10) of the Social Security Act) who is fully knowledgeable about the beneficiary's medical condition, and who would be responsible for using the results of any examination performed in the overall management of the beneficiary's specific medical problem.

Billing Guidelines

Hospitals bill the fiscal intermediary on Form CMS-1450 (UB-92) or its electronic equivalent using type of bill 13x, 83x, or 85x. In addition, the hospital bills revenue code 030x for HCPCS codes G0107 or G0328.

Payment Methodology

HCPCS code G0328 or G0328QW is payable under the clinical laboratory fee schedule methodology. G0328QW identifies a laboratory registered with a certificate of waiver under the Clinical Laboratory Improvement Amendments of 1988.

HCPCS code G0328 or G0328QW furnished in a critical access hospital is payable under the reasonable cost basis methodology. ❖

Reference Resources:

- CMS Manual System, Pub. 100-2 Benefit Policy, chapter 15, section 280.2
- CMS Manual System, Pub. 100-3, Medicare National Coverage, chapter 1, section 210.3
- CMS Manual System, Pub. 100-4, Medicare Claim Processing, chapter 18, section 60

Source: CMS Pub 100-2 Transmittal 3, CR 2996

April 2004 Changes to the Laboratory National Coverage Determination

The Centers for Medicare & Medicaid (CMS) is adding the following diagnosis codes to the list of "ICD-9-CM Codes Covered by Medicare" for the serum iron studies to the laboratory national coverage (NCD) edit software:

- 403.01 Hypertensive renal disease, malignant, with renal failure
- 403.11 Hypertensive renal disease, benign, with renal failure
- 403.91 Hypertensive renal disease, unspecified, with renal failure
- 404.02 Hypertensive heart and renal disease, malignant, with renal failure
- 404.03 Hypertensive heart and renal disease, malignant, with heart and renal failure
- 404.12 Hypertensive heart and renal disease, benign, with renal failure
- 404.13 Hypertensive heart and renal disease, benign, with heart and renal failure
- 404.92 Hypertensive heart and renal disease, unspecified, with renal failure
- 404.93 Hypertensive heart and renal disease, unspecified, with heart and renal failure

These codes are effective for services furnished **on or after April 5, 2004**. ❖

Source: CMS Pub 100-4 Transmittal 71, CR 3032 & 3072

DRUGS AND BIOLOGICALS

Medicare Drug Payment under Part B

This replaces information that was posted to our provider education Web site on January 30, 2004, based on CMS Pub. 100-04, Rev. 54, which was issued on December 24, 2003. Since then, CMS has issued revised pricing files. The new amounts are provided in this article.

Beginning January 1, 2004, the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (DIMA) provides that the payment limits for most drugs and biologicals not paid on a cost or prospective payment basis are based on 85 percent of the average wholesale price (AWP) reflected in the published compendia as of April 1, 2003, for those drugs and biologicals furnished on and after January 1, 2004. There are exceptions to this general rule as summarized below.

The Medicare payment limits for drugs and biologicals not paid on a cost or prospective payment basis, and furnished on or after January 1, 2004, through December 31, 2004, are as described below:

- The payment limits for blood clotting factors are 95 percent of the AWP reflected in the published compendia as of September 1, 2003.
- The payment limits for new drugs or biologicals are based on 95 percent of the AWP reflected in the published compendia as of September 1, 2003. The payment limits for new drugs or biologicals without AWP listings in the published compendia as of September 1, 2003 are based on 95 percent of the AWP reflected in the published compendia as of the first of the month the payment limit for the drug or biological is determined. For the purposes of this instruction, a new drug is an unlisted drug (not currently covered by a specific HCPCS code; i.e., a HCPCS code other than a NOC code such as J3490, J9999, etc.) approved by the Food and Drug Administration (FDA) subsequent to April 1, 2003. A drug is not considered to be new if: the brand or manufacturer of the drug changes; a new vial size is developed; the drug receives a new indication; or the drug is a combination of existing drugs.
- The payment limits for influenza, pneumococcal and hepatitis B vaccines are 95 percent of the AWP reflected in the published compendia as of September 1, 2003.
- The payment limits for certain drugs studied by the OIG and GAO are based on the percentages of the AWP reflected in the published compendia as of April 1, 2003 specified in Table 1 in section 20 of Chapter 17 of the Medicare Claim Processing Manual, Pub. 100-04.
- The payment limits for infusion drugs furnished through a covered item of durable medical equipment on or after January 1, 2004 are 95 percent of the AWP reflected in the published compendia as of October 1, 2003 regardless of whether or not the durable medical equipment is implanted.
- The payment limits for drugs and biologicals furnished in connection with dialysis and billed by independent dialysis facilities are based on 95 percent of the AWP reflected in the published compendium as of September 1, 2003. The payment limits in the FI file are all based on 95 percent of the AWP reflected in the published compendium as of September 1, 2003.
- Drugs and biologicals not described above are paid at 85 percent of the AWP reflected in the published compendium as of April 1, 2003.

Payment limits determined under this instruction shall not be updated during 2004.

The 2004 MMA drug payment limits effective January 1, 2004 are as follows:

Code	2004 Payment Limit for FI Processed Drugs	Code	2004 Payment Limit for FI Processed Drugs	Code	2004 Payment Limit for FI Processed Drugs
90371	\$649.80	90716	\$68.83	J0207	\$452.97
90375	\$72.85	90717	\$59.17	J0210	\$11.88
90376	\$78.11	90718	\$11.52	J0215	\$31.51
90385	\$34.77	90720	\$37.59	J0256	\$2.66
90585	\$160.13	90721	\$48.84	J0270	\$0.34
90632	\$74.54	90732	\$18.62	J0280	\$1.04
90633	\$29.80	90733	\$69.45	J0282	\$16.05
90634	\$29.80	90735	\$79.76	J0285	\$10.39
90645	\$24.32	90740	\$110.92	J0287	\$21.85
90658	\$9.95	90743	\$27.05	J0288	\$15.20
90659	\$9.95	90744	\$27.05	J0289	\$35.80
90675	\$136.16	90746	\$55.46	J0290	\$1.65
90691	\$42.00	90747	\$110.92	J0295	\$7.42
90700	\$22.41	J0130	\$513.02	J0300	\$2.66
90703	\$14.37	J0150	\$37.71	J0330	\$0.20
90704	\$19.43	J0151	\$229.26	J0360	\$16.04
90705	\$15.03	J0152	\$76.42	J0380	\$1.27
90706	\$16.74	J0170	\$2.34	J0390	\$19.68
90707	\$39.04	J0200	\$19.04	J0395	\$182.40
90713	\$25.71	J0205	\$37.52	J0456	\$25.38

Code	2004 Payment Limit for FI Processed Drugs	Code	2004 Payment Limit for FI Processed Drugs	Code	2004 Payment Limit for FI Processed Drugs
J0460	\$1.19	J1170	\$1.55	J1830	\$66.40
J0470	\$23.67	J1180	\$9.02	J1835	\$38.65
J0475	\$215.18	J1190	\$233.97	J1840	\$3.30
J0476	\$79.80	J1200	\$1.61	J1850	\$0.49
J0500	\$17.06	J1205	\$10.49	J1885	\$3.56
J0515	\$3.90	J1212	\$44.60	J1890	\$10.26
J0520	\$5.34	J1230	\$0.75	J1910	\$16.14
J0530	\$11.92	J1240	\$0.38	J1940	\$0.93
J0540	\$23.40	J1245	\$5.70	J1950	\$517.32
J0550	\$50.12	J1250	\$4.74	J1955	\$34.20
J0560	\$9.89	J1260	\$16.45	J1956	\$20.81
J0570	\$19.78	J1270	\$5.50	J1960	\$3.76
J0580	\$39.56	J1320	\$2.40	J1980	\$8.90
J0583	\$1.74	J1325	\$18.06	J1990	\$24.99
J0585	\$4.95	J1327	\$12.83	J2000	\$3.99
J0587	\$8.79	J1335	\$23.74	J2001	\$0.98
J0592	\$1.03	J1364	\$3.59	J2010	\$3.31
J0595	\$4.40	J1380	\$0.53	J2020	\$38.98
J0600	\$44.10	J1390	\$1.07	J2060	\$3.14
J0610	\$1.44	J1410	\$61.51	J2150	\$3.27
J0620	\$6.42	J1435	\$0.57	J2175	\$0.53
J0630	\$38.41	J1436	\$76.95	J2180	\$4.50
J0636	\$1.38	J1438	\$156.25	J2185	\$4.92
J0637	\$32.95	J1440	\$185.90	J2210	\$4.10
J0640	\$3.56	J1441	\$314.07	J2250	\$1.28
J0670	\$2.07	J1450	\$97.61	J2260	\$51.58
J0690	\$2.25	J1452	\$950.00	J2270	\$0.77
J0692	\$8.13	J1455	\$13.07	J2271	\$11.07
J0694	\$10.69	J1460	\$12.17	J2275	\$2.38
J0696	\$14.92	J1470	\$24.35	J2280	\$10.39
J0697	\$6.42	J1480	\$36.56	J2300	\$1.59
J0698	\$9.51	J1490	\$48.69	J2310	\$2.49
J0702	\$4.98	J1500	\$60.87	J2320	\$3.84
J0704	\$1.07	J1510	\$72.88	J2321	\$7.67
J0706	\$3.44	J1520	\$85.12	J2322	\$15.74
J0713	\$6.75	J1530	\$97.38	J2324	\$151.62
J0715	\$4.96	J1540	\$109.66	J2352	\$181.88
J0720	\$7.22	J1550	\$121.72	J2353	\$92.68
J0725	\$3.09	J1563	\$78.38	J2354	\$4.25
J0735	\$55.16	J1564	\$0.85	J2355	\$267.86
J0740	\$843.60	J1565	\$18.12	J2360	\$5.42
J0743	\$15.87	J1570	\$35.24	J2370	\$1.28
J0744	\$13.69	J1580	\$2.07	J2400	\$6.39
J0745	\$0.87	J1590	\$0.90	J2405	\$6.09
J0760	\$7.07	J1595	\$33.67	J2410	\$3.09
J0770	\$54.15	J1600	\$13.52	J2430	\$265.87
J0780	\$8.84	J1610	\$45.60	J2440	\$3.33
J0800	\$92.94	J1620	\$201.98	J2460	\$1.01
J0835	\$81.00	J1626	\$18.54	J2501	\$5.33
J0850	\$712.07	J1630	\$6.83	J2505	\$2,802.50
J0880	\$23.69	J1631	\$9.12	J2510	\$9.60
J0895	\$15.63	J1642	\$0.06	J2515	\$1.46
J0900	\$1.63	J1644	\$0.40	J2540	\$0.29
J0945	\$0.95	J1645	\$15.69	J2543	\$4.90
J0970	\$1.62	J1650	\$6.47	J2545	\$44.84
J1000	\$1.90	J1652	\$8.27	J2550	\$2.85
J1020	\$2.68	J1655	\$3.83	J2560	\$1.62
J1030	\$4.13	J1670	\$119.70	J2590	\$1.28
J1040	\$8.27	J1700	\$0.34	J2597	\$3.45
J1051	\$5.04	J1710	\$5.57	J2650	\$0.31
J1056	\$24.61	J1720	\$2.07	J2670	\$3.92
J1060	\$4.46	J1730	\$122.95	J2675	\$3.62
J1070	\$4.95	J1742	\$251.35	J2680	\$8.96
J1080	\$9.43	J1745	\$65.70	J2690	\$1.43
J1094	\$0.71	J1750	\$17.91	J2700	\$0.80
J1100	\$0.10	J1756	\$0.66	J2710	\$0.67
J1110	\$36.10	J1785	\$3.75	J2720	\$0.76
J1120	\$20.52	J1790	\$2.80	J2725	\$24.40
J1160	\$1.79	J1800	\$11.63	J2730	\$102.96
J1165	\$0.86	J1810	\$9.44	J2760	\$31.92
		J1815	\$0.10	J2765	\$1.90

GENERAL COVERAGE

Code	2004 Payment Limit for FI Processed Drugs	Code	2004 Payment Limit for FI Processed Drugs	Code	2004 Payment Limit for FI Processed Drugs
J2770	\$114.58	J7060	\$7.50	J9181	\$1.71
J2780	\$1.43	J7070	\$10.97	J9182	\$17.10
J2783	\$117.96	J7100	\$25.11	J9185	\$348.67
J2788	\$34.77	J7110	\$14.21	J9190	\$2.07
J2790	\$100.32	J7120	\$12.45	J9200	\$136.80
J2792	\$20.55	J7130	\$0.52	J9201	\$129.49
J2795	\$0.07	J7190	\$0.87	J9202	\$446.49
J2800	\$3.80	J7191	\$2.04	J9206	\$152.88
J2820	\$29.06	J7192	\$1.29	J9208	\$150.38
J2910	\$17.31	J7193	\$1.12	J9209	\$35.15
J2912	\$0.49	J7194	\$0.40	J9211	\$419.94
J2916	\$8.17	J7195	\$0.95	J9212	\$4.09
J2920	\$2.11	J7197	\$1.50	J9213	\$34.88
J2930	\$3.24	J7198	\$1.43	J9214	\$14.88
J2940	\$45.56	J7308	\$100.94	J9215	\$7.86
J2941	\$45.92	J7310	\$4,750.00	J9216	\$209.22
J2950	\$0.46	J7317	\$138.71	J9217	\$622.33
J2993	\$1,364.44	J7320	\$233.14	J9218	\$25.10
J2995	\$89.06	J7330	\$15,920.10	J9219	\$5,399.80
J2997	\$36.70	J7340	\$29.30	J9230	\$12.01
J3000	\$6.35	J7342	\$16.16	J9245	\$420.10
J3010	\$0.93	J7501	\$59.84	J9250	\$0.39
J3030	\$26.56	J7504	\$289.85	J9260	\$4.75
J3070	\$5.23	J7511	\$357.58	J9263	\$9.45
J3100	\$2,690.88	J7513	\$425.11	J9265	\$162.16
J3105	\$29.39	J7525	\$118.80	J9266	\$1,543.75
J3120	\$8.98	J7619	\$0.41	J9268	\$1,837.72
J3130	\$17.96	J7621	\$1.90	J9270	\$93.80
J3140	\$0.40	J9000	\$12.54	J9280	\$63.84
J3150	\$0.94	J9001	\$416.69	J9290	\$207.48
J3230	\$4.40	J9010	\$584.53	J9291	\$285.00
J3240	\$617.50	J9015	\$734.46	J9293	\$359.35
J3245	\$471.39	J9017	\$36.81	J9300	\$2,183.81
J3250	\$1.55	J9020	\$62.61	J9310	\$501.13
J3260	\$4.46	J9031	\$160.13	J9320	\$141.47
J3265	\$1.56	J9040	\$182.40	J9340	\$93.58
J3280	\$5.65	J9045	\$155.65	J9350	\$798.65
J3301	\$1.60	J9050	\$142.49	J9355	\$58.13
J3302	\$0.33	J9060	\$15.15	J9357	\$526.68
J3303	\$1.01	J9062	\$75.76	J9360	\$3.15
J3305	\$142.50	J9065	\$51.30	J9370	\$33.98
J3315	\$398.62	J9070	\$5.73	J9375	\$67.96
J3320	\$28.27	J9080	\$10.89	J9380	\$160.36
J3360	\$0.85	J9090	\$22.86	J9390	\$89.36
J3364	\$10.23	J9091	\$45.73	J9395	\$87.58
J3365	\$511.50	J9092	\$91.45	J9600	\$2,603.67
J3370	\$7.03	J9093	\$4.88	P9041	\$14.54
J3395	\$1,603.13	J9094	\$9.77	P9043	\$14.54
J3410	\$1.21	J9095	\$24.42	P9045	\$55.10
J3411	\$0.90	J9096	\$48.86	P9046	\$14.54
J3415	\$0.52	J9097	\$97.75	P9047	\$55.10
J3420	\$0.17	J9098	\$371.45	P9048	\$29.10
J3430	\$2.21	J9100	\$8.19	Q0136	\$12.69
J3465	\$4.99	J9110	\$8.55	Q0137	\$4.74
J3475	\$0.23	J9120	\$13.87	Q0183	\$16.16
J3480	\$0.08	J9130	\$11.22	Q0187	\$1,681.50
J3485	\$1.02	J9140	\$22.06	Q2022	\$0.95
J3486	\$20.79	J9150	\$74.23	Q3025	\$85.21
J3487	\$227.86	J9151	\$64.60	Q4052	\$83.03
J7030	\$11.31	J9160	\$1,330.95	Q4053	\$467.09
J7040	\$4.68	J9165	\$14.41	Q4054	\$4.74
J7042	\$9.44	J9170	\$357.90	Q4075	\$0.47
J7050	\$2.83	J9178	\$27.64		
J7051	\$0.76	J9180	\$711.71		

Note: The absence or presence of a HCPCS code and its associated payment limit does not indicate Medicare coverage of the drug. Similarly, the inclusion of a payment limit within a specific column does not indicate Medicare coverage of the drug in that specific category. These determinations shall be made by the local Medicare contractor processing the claim

Source: CMS Pub. 100-04 Transmittal 75, CR 3105

HOSPITAL SERVICES

Coding and Billing Instructions for Velcade™

The Centers for Medicare & Medicaid Services (CMS) has approved transitional pass-through payment status under the Medicare hospital outpatient prospective payment system (OPPS) for Velcade™ (bortezomib) injections.

Payment for HCPCS code C9207 (Injection, bortezomib, per 3.5 mg) will be implemented in the Medicare systems in the January 1, 2004, release; however, pass-through payments for this drug are effective for services furnished **on or after October 1, 2003**.

Billing Instructions

Services Furnished Before October 1, 2003

Hospitals should use HCPCS code J3490 (Unclassified drugs) to bill for Velcade™ administered for injection prior to October 1, 2003. Although no separate payment is allowed under the OPPS for a drug billed with HCPCS J3490, charges associated with J3490 are split proportionally among all the other payable ambulatory payment classifications (APCs) on the claim and are added to the original charges for those other APCs. The resulting charges are converted to cost and used in determining whether the threshold for outlier payment is met. If the outlier threshold is met, claims will generate an outlier payment in addition to APC payments. Charges for J3490 also figure in the calculation of transitional corridor payments.

Services Furnished on or after October 1, 2003

Hospitals should use HCPCS code C9207, to bill for Velcade™ administered for injection on or after October 1, 2003, in order to receive the pass-through payment.

Action Required by Providers

For claims with dates of service **October 1, 2003, through December 31, 2003**, when additional services are furnished that would be reported on the same claim as C9207, hospitals may remove the charge for C9207 in order to receive payment for the other services on the claim. Hospitals that elect to bill in this manner can submit an adjustment bill after the January 1, 2004, release is installed to receive payment for C9207. Alternatively, hospitals may delay billing for all services furnished on the date that Velcade™ is administered until after the January 1, 2004, release is installed.

Hospitals that have submitted a claim using a code other than C9207 to bill for Velcade™ furnished **on or after October 1, 2003**, may submit an adjustment claim after January 1, 2004 in order to receive the pass-through payment for Velcade™.

Institutions that submit claims to fiscal intermediaries and that are not paid under the hospital OPPS should bill for Velcade™ the same way they bill for any other drug for which a national HCPCS code has not been assigned, that is, using an appropriate revenue code with or without a HCPCS code for an unclassified drug. ❖

Source: CMS Pub 100-20 Transmittal 26, CR 2982

Fiscal Year 2002 Supplemental Security Income Additional Payment

Under the inpatient rehabilitation facility prospective payment system (IRF PPS), facilities receive additional payment amounts to account for the cost of furnishing care to low-income patients. The supplemental security income (SSI) data is updated on an annual basis and these data are one of the components used to determine an appropriate low-income patient adjustment to the prospective payment rate for each IRF.

Fiscal intermediaries (FIs) use this data to determine an initial PPS amount and, if applicable, to determine a final outlier payment amount for IRFs with cost reporting periods beginning **on or after October 1, 2003, and before October 1, 2004**. Since the disproportionate share percentage is based on a facility's cost reporting period, FIs make a final determination of the amount of this percentage to compute the final low-income patient (LIP) adjustment at the year-end settlement of the facility's cost report. *Specifically, the FY 2002 SSI data is used for settlement purposes for facilities with cost reporting periods beginning on or after January 1, 2002 and before October 1, 2003.* The final LIP adjustment is used to retrospectively adjust the initial PPS amount.

The SSI file is also available at the following Web address: http://www.cms.hhs.gov/providers/irfppsdata_ratios.asp. ❖

Source: CMS Pub 100-04 Transmittal 39, CR 2978

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

Lung Volume Reduction Surgery and Claim Billing Instructions for Beneficiaries in a Risk M+C Plan

Lung volume reduction surgery (LVRS) (also known as reduction pneumoplasty, lung shaving, or lung contouring) is an invasive surgical procedure to reduce the volume of a hyperinflated lung in order to allow the underlying compressed lung to expand, and thus, establish improved respiratory function.

Effective for discharges **on or after January 1, 2004** (inpatient services), and for “from” dates of service **on or after January 1, 2004** (outpatient claims), Medicare will cover LVRS under certain conditions described in CMS Manual System Pub. 100-3, National Coverage Determinations (NCD), section 240.

Note: This new coverage of LVRS is separate from claims processing instructions currently in place for the National Emphysema Treatment Trial (NETT). There are no changes to billing in the NETT.

Billing Requirements

The Medicare code editor (MCE) software creates a limited coverage edit for ICD-9-CM procedure code 32.22. This procedure code has limited coverage due to the stringent conditions that must be met by hospitals. Where this procedure code is identified by MCE, the FI determines if coverage criteria is met and overrides the MCE edit if appropriate.

LVRS can only be performed in the facilities listed on the following Web site:

<http://www.cms.hhs.gov/coverage/lvrsfacility.pdf>

LVRS is an inpatient procedure. However pre- and post-operative services are performed on an outpatient basis and must be performed at one of the facilities certified to do so.

Inpatient Hospital Services

Inpatient hospital services for LVRS are submitted on a type of bill 11x with ICD-9-CM procedure code 32.22 (Lung volume reduction surgery).

Facilities certified to perform LVRSs are reimbursed under the inpatient prospective payment system methodology.

Outpatient Hospital Services

Outpatient pre- and post-operative pulmonary services for LVRS are submitted on a type of bill 13x using HCPCS codes G0302, G0303, G0304 and or G0305.

Facilities certified to performed services related to LVRS are reimbursed under the outpatient prospective payment system methodology, except for hospitals located in Maryland.

Medicare+Choice Claims

Medicare will pay fee-for-service for LVRS claims furnished to beneficiaries enrolled in risk Medicare+Choice (M+C) plans containing condition code 78 for discharges **on or after January 1, 2004**, (inpatient services) and for dates of service **on or after January 1, 2004** (outpatient claims), through **March 31, 2004**.

Claims for beneficiaries enrolled in a risk M+C plan that fall under the new coverage with condition code 78 for dates of service January 1, 2004, through March 31, 2004 will be placed on hold until changes to the Medicare systems, scheduled for April 5, 2004, can be made. However, claims will be released earlier if system changes are in place.

Part A or Part B deductible to inpatient and outpatient claims with condition code 78 for beneficiaries enrolled in a M+C plan do not apply. Applicable coinsurance will be applied for risk M+C beneficiaries who receive LVRS. ❖

Source: CMS Pub. 100-04 Transmittal 26, CR 2688

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

Reporting Discharge and or Transfer Patient Status Code

To ensure accurate coding and payments for discharge and or transfer policies under the inpatient prospective payment system (IPPS) new edits have been established to identify all same-day, same provider acute care readmissions where the claim is coded as being discharged to another provider or unit before being readmitted. In addition, new edits have been established to compare applicable inpatient claims with subsequent post-acute claims. Subsequent post-acute claims include transfers to a home health agency where the home health stay can begin within **three** days of an inpatient discharge, and transfer to a skilled nursing facility where the SNF stay can begin within **14** days of the inpatient discharge. Regulations regarding discharges and transfers for inpatient hospital paid under PPS are found at 42 CFR 412.4.

Based on these edits, the incoming admission claim will edit against an existing discharge or transfer claim where the patient status code submitted does not match the incoming admission claim. Fiscal intermediaries will cancel the discharge claim and return to the provider for correction of the appropriate patient status code. ❖

Source: CMS Transmittal A-03-065, CR 2716

Revenue Code 068x

Revenue code 068x (trauma response) was approved by the National Uniform Billing Committee (NUBC) to report in form locator (FL) 42 of Form CMS-1450 for types of bill 11x (inpatient hospital) and 13x (outpatient hospital), effective October 1, 2002.

The Centers for Medicare & Medicaid Services (CMS) has added revenue code 068x to the list of revenue codes that are packaged under the hospital outpatient prospective payment system (OPPS), effective for services furnished on or after January 1, 2004.

Reimbursement Methodology

- Revenue code 068x is a packaged revenue code under the hospital OPPS.
- Payment for revenue code 068x under the hospital inpatient prospective payment system is included in the diagnosis related group (DRG) payment.
- Institutions that report revenue codes and that submit claims to fiscal intermediaries but that are not paid under the hospital OPPS or the hospital inpatient PPS would be paid for revenue code 068x under existing applicable payment methodologies.

Packaged Revenue Codes

The following revenue codes when billed under OPPS without CPT/HCPCS codes are packaged services for which no separate payment is made. However, the cost of these services is included in the transitional outpatient payment (TOP) and outlier calculations.

The revenue codes for packaged services are:

0250	0251	0252	0254	0255	0257
0258	0259	0260	0262	0263	0264
0269	0270	0271	0272	0275	0276
0278	0279	0280	0289	0370	0371
0372	0379	0390	0399	0560	0569
0621	0622	0624	0630	0631	0632
0633	0637	0681	0682	0683	0684
0689	0700	0709	0710	0719	0720
0721	0762	0810	0819	0942.	

Any other revenue codes that are billable on a hospital outpatient claim must contain a CPT/HCPCS code in order to assure payment under OPPS. Claims containing revenue codes that require CPT/HCPCS that are received with no CPT/HCPCS shown on the claim detail line will be returned to the provider. ❖

Reference Resource: CMS Manual System, Pub. 100-04, Medicare Claim Processing, chapter 4, section 20.5.11

Source: CMS Pub 100-04 Transmittal 36, CR 2995

Intravenous Immune Globulin

The following is a provider education article issued by the Centers for Medicare & Medicaid Services (CMS).

Provider Types Affected

Physicians, hospitals, pharmacies, DME suppliers, and home health agencies.

Provider Action Needed

Please inform your staff and change your billing procedures as needed regarding reimbursement for the cost of the drug Intravenous (IV) Immune Globulin when administered in the home.

STOP – Impact to You

This is a new policy. Beginning January 1, 2004, Medicare pays for IV Immune Globulin administered in the beneficiary's home.

CAUTION – What You Need to Know

Only the cost of the drug is paid for, once prescribed. Services and items related to drug administration are not paid for when the drug is administered in the home. The drug must be deemed medically appropriate as a treatment for primary immune deficiency diseases.

GO – What You Need to Do

Please implement this new policy and inform your staff about the new billing procedures.

Background

A new section has been added to the Medicare Claims Processing Manual describing this new policy. The claims processing instructions regarding Intravenous immune globulin can be found in *Chapter 17 – Drugs and Biologicals, Section 80.6*. In addition, the coverage policy regarding IV Immune Globulin can be found in the *Medicare Benefit Policy Manual (pub 100-02), Chapter 15, Section 50.6*. Both of these manuals can be found at: <http://www.cms.hhs.gov/manuals/cmsindex.asp>.

This CR implements Section 642 of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (DIMA). With this change, Medicare carriers, regional home health intermediaries (RHHIs), and DME regional carriers (DMERCs) will pay state licensed entities, which will receive the reimbursement.

Beneficiaries may not be reimbursed for the cost of the drug. Further reimbursement information is provided in the following table:

Intravenous Immune Globulin (continued)

Licensed Entity	Form of IV Immune Globulin (IVIG) Dispensed	Where To Bill
Pharmacies and Hospitals	IVIG	DMERC
Home Health Agencies	IVIG	RHHI
Physicians	IVIG for refilling implanted pump	Carriers
	IVIG for refilling external pump for home infusion	DMERC

Additional Information

The official instruction issued to your carrier regarding this change may be found at:

http://www.cms.hhs.gov/manuals/pm_trans/R74CP.pdf.

To view the CR related to the coverage policy on this Medicare change, which was issued on January 23, 2004, as CR# 3059, please visit http://www.cms.hhs.gov/manuals/pm_trans/R6BP.pdf.

Should you have further questions, please contact your local carrier or RHHI at their toll free number. A list of these toll free numbers may be found at: <http://www.cms.hhs.gov/medlearn/tollnums>. ❖

Related Change Request (CR) #: 3060 (and 3059)

Related CR Release Date: January 30, 2004

Related CR Transmittal #: R74CP for CR 3060 and R6BP for 3059

Effective Date: January 1, 2004

Implementation Date: April 5, 2004

Source: Medlearn Matters Number MM3060

Medlearn Matters articles are prepared as a service to the public and are not intended to grant rights or impose obligations. Medlearn Matters articles may contain references or links to statutes, regulations, or other policy materials. The information provided is only intended to be a general summary. It is not intended to take the place of either the written law or regulations. We encourage readers to review the specific statutes, regulations, and other interpretive materials for a full and accurate statement of their contents.

SKILLED NURSING FACILITY SERVICES

2004 Annual Update of HCPCS Codes Used for Skilled Nursing Facility Consolidated Billing

The Centers for Medicare & Medicaid Services (CMS) periodically updates the lists of Healthcare Common Procedure Coding System (HCPCS) codes subject to the consolidated billing (CB) provision of the skilled nursing facility (SNF) prospective payment system (PPS). Services appearing on this list submitted on claims to both Medicare fiscal intermediaries (FIs) and carriers, including durable medical equipment regional carriers (DMERCs), will not be paid by Medicare to providers, other than a SNF, when **included** in SNF CB. For non-therapy services, SNF CB applies only when the services are furnished to a SNF resident during a covered Part A stay; however, SNF CB applies to physical, occupational or speech-language therapy services whenever they are furnished to a SNF resident, regardless of whether Part A covers the stay.

Services **excluded** from SNF PPS and CB may be paid to providers, other than SNFs, for beneficiaries, even when in a SNF stay. In order to assure proper payment in all settings, Medicare systems edit for services provided to SNF beneficiaries both included and excluded from SNF CB. **This notification provides a list of the exclusions, and some inclusions, to SNF CB, and only applies to codes affected by editing in Medicare FI claim processing systems.** A separate notification is issued for codes affecting Medicare carrier claim processing systems.

This notification is the first quarterly SNF consolidated billing update for fiscal year (FY) 2004. It incorporates a list of new temporary codes (such as K codes), as well as the annual update of all HCPCS codes. Since this is the only quarter in which new permanent HCPCS codes are produced, this notification is referred to as an annual update. Other quarterly updates will occur **as needed** due to the creation of new temporary codes prior to the next annual update. In lieu of any other update, editing based on these codes remains in effect.

SNF Consolidated Billing HCPCS Coding List

The following is a comprehensive list of HCPCS codes involved in editing claims submitted to FIs for services subject to SNF consolidated billing (CB) effective for services furnished **on or after January 1, 2004**.

New codes listed subsequent to prior publications appear in **bold** in the HCPCS code charts. Boldface is also used outside of the code charts in cases as noted when type of bill or revenue codes, rather than HCPCS codes, are used to perform editing. Bolding is also used to highlight titles, captions and other billing information for SNFs.

Codes from previous lists not appearing in this article have been deleted. Since there is a three-month grace period in which discontinued HCPCS codes for 2004 are still allowed to process, codes remain listed here if the three-month grace period overlaps with this update.

HCPCS codes subject to SNF CB have been classified into five major categories.

Major Category I

Exclusion of Services Beyond the Scope of a SNF

Services must be provided on an outpatient basis at a hospital, including a critical access hospital (CAH), not by a SNF, and are excluded from SNF PPS and CB for beneficiaries in a Part A stay. Services directly related to these services, defined as services billed for the same place of service and with the same line item date of service (LIDOS) as the services listed below, are also excluded from SNF CB, with exceptions as listed below.

- Note that anesthesia, drugs incident to radiology and supplies (**revenues codes 037x, 0255, 027x and 062x**) will be bypassed by enforcement edits when billed with computerized tomography (CT) scans, cardiac catheterizations, magnetic resonance imagings (MRIs), radiation therapies, angiographies or surgeries.
- In general, bypasses also allow CT scans, cardiac catheterization, MRI, radiation therapy, angiography, and outpatient surgery **HCPCS codes 0001T – 0021T, 0024T – 0026T, or 10021 – 69990** (except HCPCS codes listed in the table below) to process and pay. This includes all other revenue code lines on the incoming claim that have the same line item date of service (LIDOS).

Computerized Axial Tomography Scans

70450	70460	70470	70480	70481
70482	70486	70487	70488	70490
70491	70492	70496	70498	71250
71260	71270	71275	72125	72126
72127	72128	72129	72130	72131
72132	72133	72191	72192	72193
72194	73200	73201	73202	73206
73700	73701	73702	73706	74150
74160	74170	74175	75635	76355
76360	76362	76370	76375	76380
76497	G0131	G0132		

Cardiac Catheterization

33967	33968	93501	93503	93505
93508	93510	93511	93514	93524
93526	93527	93528	93529	93530
93531	93532	93533	93539	93540
93541	93542	93543	93544	93545
93555	93556	93561	93562	93571
93572				

Magnetic Resonance Imaging (MRIs)

70336	70540	70542	70543	70544
70545	70546	70547	70548	70549
70551	70552	70553	70557	70558
70559	71550	71551	71552	71555
72141	72142	72146	72147	72148

2004 Annual Update of HCPCS Codes Used for Skilled Nursing Facility Consolidated Billing (continued)

72149	72156	72157	72158	72195
72196	72197	73218	73219	73220
73221	73222	73223	73718	73719
73720	73721	73722	73723	73725
74181	74182	74183	74185	75552
75553	75554	75555	75556*	76093
76094	76390	76394	76400	76498
C8900	C8901	C8902	C8903	C8904
C8905	C8906	C8907	C8908	C8909
C8910	C8911	C8912	C8913	C8914
C8918	C8919	C8920		

* This service is not covered by Medicare.

Radiation Therapy

77261	77262	77263	77280	77285
77290	77295	77299	77300	77301
77305	77310	77315	77321	77326
77327	77328	77331	77332	77333
77334	77336	77370	77399	77401
77402	77403	77404	77406	77407
77408	77409	77411	77412	77413
77414	77416	77417	77418	77427
77431	77432	77470	77499	77520
77522	77523	77525	77600	77605
77610	77615	77620	77750	77761
77762	77763	77776	77777	77778
77781	77782	77783	77784	77789
77790	77799	C1716	C1718	C1719
C1720	C2616	C2632	G0173	G0242
G0243	G0251	G0256	G0338	G0339
G0340				

Angiography, Lymphatic, Venous and Related Procedures

75600	75605	75625	75630	75635
75650	75658	75660	75662	75665
75671	75676	75680	75685	75705
75710	75716	75722	75724	75726
75731	75733	75736	75741	75743
75746	75756	75774	75790	75801*
75803*	75805*	75807*	75809*	75810*
75820*	75822*	75825*	75827*	75831*
75833*	75840*	75842*	75860*	75870*
75872*	75880*	75885*	75887*	75889*
75891*	75893*	75894	75896	75898
75900	75940	75960	75961	75962
75964	75966	75968	75970	75978
75980	75982	75992	75993	75994
75995	75996	G0278		

* Lymphatic procedures are CPT codes 75801 through 75807, and venous procedures are CPT codes 75809 through 75893.

Outpatient Surgery and Related Procedures – INCLUSION

Inclusions, rather than exclusions, are given in this one case, because of the great number of surgery procedures that are excluded and can only be safely performed in a hospital operating room setting. It is easier to automate edits around the much shorter list of inclusions under this category, representing **minor procedures that can be performed in the SNF itself**. Additionally, this was the approach originally taken in regulation to present this information. Proce-

dures associated with splints and casts are included with minor surgical procedures and appear with an asterisk (*).

Note that anesthesia, drugs, supplies, and lab services (**revenues codes 037x, 0250, 027x, 062x and 030x**) will be bypassed by enforcement edits when billed with outpatient surgeries *excluded* from SNF CB.

These CPT/HCPCS Codes May Not Be Paid Separately from SNF PPS

10040	10060	10080	10120	11040
11041	11042	11043	11044	11055
11056	11057	11200	11300	11305
11400	11719	11720	11721	11740
11900	11901	11920	11921	11922
11950	11951	11952	11954	11975
11976	11977	15780	15781	15782
15783	15786	15787	15788	15789
15792	15793	15810	15811	16000
16020	17000	17003	17004	17110
17111	17250	17340	17360	17380
17999	20000	20526	20551	20552
20553	20974	21084	21085	21497
26010	29058	29065*	29075*	29085*
29086*	29105*	29125*	29126*	29130*
29131*	29200*	29220*	29240*	29260*
29280*	29345*	29355	29358	29365*
29405*	29425	29435	29440	29445*
29450	29505*	29515	29520*	29540*
29550*	29580*	29590*	29700	29705
29710	29715	29720	29730	29740
29750	29799	30300	30901	31720
31725	31730	36000	36002	36140
36400	36405	36406	36430	36468
36469	36470	36471	36489**	36491**
36540	36550	36589	36600	36620
36680	38220	38221	44500	51772
51784	51785	51792	51795	51797
53601	53660	53661	53670	53675
54150	54235	54240	54250	55870
57160	57170	58301	58321	58323
59020	59025	59425	59426	59430
62367	62368	64550*	65205	69000
69200	69210	91123	95970	95971
95972	95973	95974	95975	95990
99183	G0167	G0168		

* For Part B, these codes are defined as therapy when rendered by a therapist, but when they are rendered by physicians (including nurse practitioners, clinical nurse specialists, or physician assistants), they are defined as surgery and may be billed by the rendering provider.

** These HCPCS codes are included in Part A payment when performed alone or with other surgery, but are excluded if they occur with the same LIDOS as an excluded chemotherapy agent.

Emergency Services

These services are identified on claims submitted to FIs by a hospital or CAH using **revenue code 045x** (Emergency Room services—"x" represents a varying third digit). Related services with the same line item date of service (LIDOS) are also excluded. Note that in order to get a match on the LIDOS there must be a LIDOS and HCPCS in revenue code 045x.

2004 Annual Update of HCPCS Codes Used for Skilled Nursing Facility Consolidated Billing (continued)

Ambulance Trips – With Application to Major Category II

Note that ambulance trips associated with Major Category II services provided in renal dialysis facilities (RDFs) are also excluded from SNF consolidated billing.

A0425	A0426	A0427	A0428	A0429
A0430	A0431	A0432	A0433	A0434
A0435	A0436	Q3019	Q3020	

Major Category II

Additional Services Excluded when Rendered to Specific Beneficiaries

These services must be provided to specific beneficiaries, either:

- A. End stage renal disease (ESRD) beneficiaries, or
- B. Beneficiaries who have elected hospice, by specific licensed Medicare providers, and are excluded from SNF PPS and consolidated billing.

SNFs will not be paid for Category II services (dialysis, etc.) when the SNF is the place of service, as to receive Medicare payment, these services must be provided in a RDF. Hospices must also be the only type of provider billing hospice services.

Dialysis, EPO, and Other Dialysis Related Services for ESRD Beneficiaries

Specific coding is used to differentiate dialysis and related services that are excluded from SNF consolidated billing for ESRD beneficiaries in three cases:

1. When the services are provided in a RDF (including ambulance services listed under Major Category I. above),
2. Home dialysis when the SNF constitutes the home of the beneficiary, and
3. When the drugs EPO is used for ESRD beneficiaries. *Note that SNFs may not be paid for home dialysis supplies.*

Coding Applicable to Services Provided in a RDF

Institutional dialysis services billed only by a RDF are identified by **type of bill 72x**. Services for method II ESRD beneficiaries billed by a RDF must be accompanied by the dialysis related **diagnosis code 585**.

Coding Applicable to Services Provided in a RDF or SNF as Home

RDFs, or suppliers only when billing for home dialysis services for beneficiaries who reside in the SNF, use the following **revenue codes** for such billing:

- **825** – Hemodialysis OPD/home support services
- **835** – Peritoneal OPD/home support services
- **845** – Continuous ambulatory peritoneal dialysis OPD/home support services
- **855** – Continuous cycling peritoneal dialysis OPD/home support services

HCPCS codes recognized for use with these revenue codes are:

Dialysis Supplies

A4651	A4652	A4653	A4656	A4657
A4660	A4663	A4670*	A4671	A4672

A4673	A4674	A4680	A4690	A4706
A4707	A4708	A4709	A4712	A4714
A4719	A4720	A4721	A4722	A4723
A4724	A4725	A4726	A4728	A4730
A4736	A4737	A4740	A4750	A4755
A4760	A4765	A4766	A4770	A4771
A4772	A4773	A4774	A4802	A4860
A4870	A4890	A4911	A4913**	A4918
A4927	A4928	A4929	A4930	A4931

* Not covered by Medicare

** A4913 is a carrier priced code not billed by SNFs.

Dialysis Equipment

E1500	E1510	E1520	E1530	E1540
E1550	E1560	E1570	E1575	E1580
E1590	E1592	E1594	E1600	E1610
E1615	E1620	E1625	E1630	E1632
E1635	E1636	E1637	E1639	E1699*

* E1699 is a carrier priced code not billed by SNFs.

Hospice Care for A Beneficiary’s Terminal Illness

Hospice services for terminal conditions are identified with **types of bill 81X or 82X**.

Major Category III

Additional Excluded Services Rendered by Certified Providers

These services may be provided by any Medicare provider licensed to provide them, except a SNF, and are excluded from SNF PPS and consolidated billing.

- HCPCS code ranges for chemotherapy, chemotherapy administration, radioisotopes and customized prosthetic devices are set in statute. This statute also gives the Secretary authority to make modifications in the particular codes that are designated for exclusion within each of these service categories; accordingly, the minor and conforming changes in coding that appear in the instruction are made under that authority.

Chemotherapy

J9000	J9001	J9010	J9015	J9017
J9020	J9040	J9045	J9050	J9060
J9062	J9065	J9070	J9080	J9090
J9091	J9092	J9093	J9094	J9095
J9096	J9097	J9100	J9110	J9120
J9130	J9140	J9150	J9151	J9160
J9170	J9178	J9180	J9181	J9182
J9185	J9200	J9201	J9206	J9208
J9211	J9230	J9245	J9263	J9265
J9266	J9268	J9270	J9280	J9290
J9291	J9293	J9300	J9310	J9320
J9340	J9350	J9355	J9357	J9360
J9370	J9375	J9380	J9390	J9600

Chemotherapy Administration

These codes are included in SNF PPS payment for beneficiaries in a Part A stay when performed alone or with other surgery, but are excluded if they occur with the same line item date of service as an excluded chemotherapy agent. A chemotherapy agent must also be billed when billing these services, and physician orders must exist to support the provision of chemotherapy.

2004 Annual Update of HCPCS Codes Used for Skilled Nursing Facility Consolidated Billing (continued)

36260	36261	36262	36489	36491	L6100	L6110	L6120	L6130	L6200
36530	36531	36532	36533	36534	L6205	L6250	L6300	L6310	L6320
36535	36640	36823	96405	96406	L6350	L6360	L6370	L6400	L6450
96408	96410	96412	96414	96420	L6500	L6550	L6570	L6580	L6582
96422	96423	96425	96440	96445	L6584	L6586	L6588	L6590	L6600
96450	96520	96530	96542	Q0083	L6605	L6610	L6615	L6616	L6620
Q0084	Q0085				L6623	L6625	L6628	L6629	L6630

Radioisotopes and their Administration

78804	79030	79035	79100	79200	L6632	L6635	L6637	L6638	L6640
79300	79400	79403	79420	79440	L6641	L6642	L6645	L6646	L6647
79440	A9530	C1080**	C1081**	C1082**	L6648	L6650	L6655	L6660	L6665
	C1083**	G0273*	G0274*	G3001**	L6670	L6672	L6675	L6676	L6680

* These codes are discontinued effective December 31, 2003, but may be billed during the grace period (January 1, 2003 through March 31, 2004).

** These radiopharmaceutical and associated administration codes are used in cancer treatment and, in accordance with the SNF PPS final rule for FY 2004 (68 FR 46036, August 4, 2003), they are being added to the services excluded from consolidated billing, effective January 1, 2004. As explained in the final rule (68 FR 46060), a radiopharmaceutical is a radiotherapeutic substance linked to a radioisotope administered to deliver therapeutic radioactivity, and combines elements of both the chemotherapy and radioisotope categories excluded under the Balanced Budget Refinement Act of 1999.

Customized Prosthetic Devices

K0556	K0557	K0558	K0559	L5050	L6689	L6690	L6691	L6692	L6693
L5060	L5100	L5105	L5150	L5160	L6700	L6705	L6710	L6715	L6720
L5200	L5210	L5220	L5230	L5250	L6725	L6730	L6735	L6740	L6745
L5270	L5280	L5301	L5311	L5321	L6750	L6755	L6765	L6770	L6775
L5331	L5341	L5500	L5505	L5510	L6780	L6790	L6795	L6800	L6805
L5520	L5530	L5535	L5540	L5560	L6806	L6807	L6808	L6809	L6810
L5570	L5580	L5585	L5590	L5595	L6825	L6830	L6835	L6840	L6845
L5600	L5610	L5611	L5613	L5614	L6850	L6855	L6860	L6865	L6867
L5616	L5617	L5618	L5620	L5622	L6868	L6870	L6872	L6873	L6875
L5624	L5626	L5628	L5629	L5630	L6880	L6881	L6882	L6920	L6925
L5631	L5632	L5634	L5636	L5637	L6930	L6935	L6940	L6945	L6950
L5638	L5639	L5640	L5642	L5643	L6955	L6960	L6965	L6970	L6975
L5644	L5645	L5646	L5647	L5648	L7010	L7015	L7020	L7025	L7030
L5649	L5650	L5651	L5652	L5653	L7035	L7040	L7045	L7170	L7180
L5654	L5655	L5656	L5658	L5660	L7185	L7186	L7190	L7191	L7260
L5661	L5662	L5663	L5664	L5665	L7261	L7266	L7272	L7274	L7362
L5666	L5668	L5670	L5671	L5672	L7364	L7366			
L5674	L5675	L5676	L5677	L5678					
L5680	L5681	L5682	L5683	L5684					
L5686	L5688	L5690	L5692	L5694					
L5695	L5696	L5697	L5698	L5699					
L5700	L5701	L5702	L5704	L5705					
L5706	L5707	L5710	L5711	L5712					
L5714	L5716	L5718	L5722	L5724					
L5726	L5728	L5780	L5782	L5785					
L5790	L5795	L5810	L5811	L5812					
L5814	L5816	L5818	L5822	L5824					
L5826	L5828	L5830	L5840	L5845					
L5846	L5847	L5848	L5850	L5855					
L5910	L5920	L5925	L5930	L5940					
L5950	L5960	L5962	L5964	L5966					
L5968	L5970	L5972	L5974	L5975					
L5976	L5978	L5979	L5980	L5981					
L5982	L5984	L5985	L5986	L5988					
L5989	L5990	L5995	L6050	L6055					

Major Category IV

Additional Excluded Preventive and Screening Services

These services are covered as Part B benefits and are not included in SNF PPS. Such services must be billed by the SNF for beneficiaries in a Part A stay with Part B eligibility on type of bill (TOB) 22x. Swing bed providers must use TOB 12x for eligible beneficiaries in a Part A SNF level.

Formerly, *bone mass measurement* (screening) was listed as a preventive service excluded from SNF consolidated billing. **This was incorrect.** Such services are diagnostic, not screening, procedures, and therefore are bundled into SNF PPS payment and subject to consolidated billing.

Mammography

Mammography screening codes are billed with **revenue code 0403** and no other services on the bill.

76083	76090	76091	76092	G0202
G0203				

Vaccines (Pneumococcal, Flu or Hepatitis B)

Pneumococcal, flu or hepatitis B vaccines are billed with **revenue code 0636**.

90657	90658	90659	90732	90740
90743	90744	90746	90747	

Vaccine Administration

Vaccine administration codes are billed with **revenue code 0771**.

G0008	G0009	G0010		
-------	-------	-------	--	--

2004 Annual Update of HCPCS Codes Used for Skilled Nursing Facility Consolidated Billing (continued)

Screening Pap Smear and Pelvic Exams

Screening Pap smear and pelvic examination codes are billed with ICD-9-CM diagnosis codes V76.2 or V15.89.

G0101	G0123	G0143	G0144	G0145
G0147	G0148	P3000	Q0091	

Colorectal Screening Services

Colorectal screening services are billed with any of the following ICD-9-CM diagnosis codes:

555.0	555.1	555.2	555.9	556.0
556.1	556.2	556.3	556.8	556.9
558.2	558.9	V10.05	V10.06	G0104
G0106	G0107	G0120	G0122*	G0328

*This service is not covered by Medicare.

Prostate Cancer Screening

G0102, prostate cancer screening digital rectal examination, is billed with **revenue code 0770**. **G0103**, prostate cancer screening specific antigen testing, is billed with **revenue code 030x**.

G0102	G0103
-------	-------

Glaucoma Screening

G0117	G0118
-------	-------

Major Category V

Part B Services Included in SNF Consolidated Billing

Therapy services are included in SNF PPS and consolidated billing for residents in a Part A stay, and must be billed by the SNF alone for its Part B residents and nonresidents.

The following debridement HCPCS codes were incorrectly shown as being billable by a therapist. Effective July 1, 2002, CWF removed the HCPCS codes 11040, 11041, 11042, 11043, and 11044 from the therapy code files used in CWF editing. These HCPCS codes are still listed as included in SNF PPS and CB as ambulatory surgery. There is no distinct technical portion for these HCPCS codes that should have been billed to the FI. Physicians or physician equivalents may continue to bill Medicare carriers for their professional services for these codes:

11040	11041	11042	11043	11044
-------	-------	-------	-------	-------

Therapies billed with revenues codes 42x (physical therapy), 43x (occupational therapy), 44x (speech-language pathology)

0029T	29065*	29075*	29085*	29086*
29105*	29125*	29126*	29130*	29131*
29200*	29220*	29240*	29260*	29280*
29345*	29365*	29405*	29445*	29505*
29515*	29520*	29530	29540*	29550*
29580*	29590*	64550*	90901	90911
92506	92507	92508	92510	92525†
92526	92601	92602	92603	92604
92605	92606	92607	92608	92609
92610	92611	92612	92613	92614
92615	92616	95831	95832	95833
95834	95851	95852	96000	96001
96002	96003	96105	96110	96111
96115	97001	97002	97003	97004
97005†	97006†	97010**	97012	97014
97016	97018	97020	97022	97024
97026	97028	97032	97033	97034
97035	97036	97039	97110	97112
97113	97116	97124	97139	97140
97150	97504	97520	97530	97532
97533	97535	97537	97542	97545
97546	97601	97602•	97703	97750
97755	97799	G0192†	G0237	G0238
G0239	G0279	G0280	G0281	G0283
G0302	G0303	G0304	G0305	V5362†
V5363†	V5364†			

* For Part B, these codes are defined as therapy when rendered by a therapist (revenue codes '042X' (physical therapy), '043X' (occupational therapy) and, '044X' (speech therapy)). When they are rendered by physicians (including nurse practitioners, clinical nurse specialists, or physician assistants) (any other revenue codes), they are defined as surgery and may be billed by the rendering provider.

** Payment for code 97010 is bundled with other rehabilitation services. It may be bundled with any therapy code.

† Procedures not covered by Medicare.

• 97602 is bundled with other rehabilitation services. It may be bundled with any therapy code.

G0193 through G0201 were deleted but were not identified as terminated codes in the January 2003 update. ❖

Source: CMS Pub 100-4 Transmittal 19, CR 2926

Italicized and/or quoted material is excerpted from the American Medical Association *Current Procedural Terminology*. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

Reminder of the Required Three-day Hospital Stay for SNF-Admissions

The following is a provider education article issued by the Centers for Medicare & Medicaid Services (CMS).

Provider Types Affected

Skilled nursing facilities (SNF) and hospitals that discharge Medicare patients to SNFs.

STOP – Impact to You

You need to remember that SNF admissions, not preceded by a hospital inpatient stay of at least three consecutive calendar days (not counting the day of discharge) within 30 days of the SNF admission, may *not* qualify for Medicare reimbursement.

CAUTION – What You Need to Know

To qualify for Medicare reimbursement, any SNF admission must be preceded by at least a three-day, inpatient hospital stay within 30 calendar days of the SNF admission. The length of this hospital stay cannot include the day of discharge, and moreover cannot count any emergency department or other outpatient observation care in the inpatient stay calculation. The required three-day inpatient stay begins on the day the patient is formally admitted to the hospital.

GO

Make certain that your billing offices, clinicians, and discharge planners are aware of this requirement, and consider establishing procedures to ensure that this requirement is met for any SNF admissions.

Background

A recent DHHS (Department of Human and Health Services) Inspector General report noted multiple instances in which SNF admissions could not document the requisite three-day hospital inpatient stay within 30 days of the SNF admission. These findings have prompted CMS to emphasize to hospitals and SNFs this mandatory hospital stay requirement prior to a SNF admission. **Please remember that the three-day stay may not include any time spent in observation or in the emergency room.**

Important Dates to Know

This is a reminder of existing policy and is an ongoing requirement.

Related Instructions

The legislative authority for coverage of SNF claims is contained in Section 1861 of the Social Security Act.

Relevant government regulations are found in Title 42 of the Code of Federal Regulations (CFR) and CMS coverage guidelines are found in both the intermediary and skilled nursing facility manuals. To see the entire report by the Inspector General, go to: <http://www.oig.hhs.gov/oas/reports/region5/50300063.htm>. ❖

Related Change Request (CR) #: N/A

Related CR Release Date: N/A

Effective Date: N/A – This restates existing rules

Implementation Date: N/A

Source: Medlearn Matters Number: SE0402

Medlearn Matters articles are prepared as a service to the public and are not intended to grant rights or impose obligations. Medlearn Matters articles may contain references or links to statutes, regulations, or other policy materials. The information provided is only intended to be a general summary. It is not intended to take the place of either the written law or regulations. We encourage readers to review the specific statutes, regulations, and other interpretive materials for a full and accurate statement of their contents.

Skilled Nursing Facility Prospective Payment System Non-Payable Services

As part of the implementing legislation for skilled nursing facility (SNF) prospective payment system (PPS), the Balanced Budget Act of 1997 requires that all Part B services provided to SNF residents be paid on any existing fee schedule. Additionally, there are certain medical and other health services for which payment may not be made to a SNF. Most of these are professional services performed by physicians and other practitioners. These services are always billed to the Medicare Part B carrier. Others are services that have been determined to require a hospital setting to assure beneficiary safety. The HCPCS codes for these services not payable to SNFs under PPS or consolidated billing are provided to FIs annually, with quarterly updates as necessary by the Centers for Medicare & Medicaid Services (CMS).

As a result of changes in HCPCS codes used for hepatitis B vaccination, new coverage for compression garments used in treating venous stasis ulcers, and changing the Medicare payable HCPCS code from A4232 to K0552 for an infusion pump for uninterrupted infusion of medication, epoprostenol or treprostinil, CMS has releasing a replacement file for claims processed October 1, 2003 and later.

Additional information related to updates to the SNF NO PAY file is available on CMS Web site

<http://www.cms.hhs.gov/medlearn/2004snfannualupdate.asp>. ❖

Source: CMS Pub. 100-04 Transmittal 20, CR 2968

Skilled Nursing Facility Therapy Claim Processing Problem

As part of the implementing legislation for skilled nursing facility (SNF) prospective payment system (PPS), the Balanced Budget Act of 1997 requires that all Part B services provided to SNF residents be paid on any existing fee schedule. Additionally, there are certain services that should not be paid to SNFs. The HCPCS codes for these services are updated annually, with quarterly updates as necessary.

As a result of changes to the HCPCS codes for services covered for SNFs for 2004, the Centers for Medicare & Medicaid Services (CMS) created a file to be integrated into our claim processing systems to comply with these changes effective January 1, 2004. Due to additional time we needed to test these and other system changes, we were holding claims impacted by these changes from January 1, 2004 through January 19, 2004.

Recently we discovered we needed to hold specific bill types with specific HCPCS codes longer than January 19, 2004 due to an error with the original file that CMS created for integration into our claims processing systems. The bill types are 22x and 23x, with the following five therapy CPT codes:

90901 90911 92506 92507 92508

Claims containing these bill types and associated CPT codes are being held until February 9, 2004. At that time we will release and process the claims being held.

We apologize for any inconvenience you may have experienced related to this problem. ❖

Source: CMS JSM-55, Dated January 21, 2004

Modifier CB Criteria for Tests Provided to ESRD Beneficiaries

Effective April 1, 2003, for services furnished on or after April 1, 2001, Medicare will not apply the skilled nursing facility (SNF) consolidated billing (CB) edits to line items that contain the modifier CB. A provider or supplier may use modifier CB only when it has determined that:

- The beneficiary has ESRD entitlement.
- The test is related to the dialysis treatment for ESRD.
- The test is ordered by a doctor providing care to patients in the dialysis facility.
- The test is not included in the dialysis facility's composite rate payment.

Those diagnostic tests that are presumptively considered to be dialysis-related and, therefore, appropriate for submission with modifier CB are identified below.

This list was not designed as an inclusive list of Medicare covered diagnostic services. Additional diagnostic services related to the beneficiary's ESRD treatment/care may be considered dialysis-related. However, if these services are not included in our listing, the contractor may require supporting medical documentation.

Beneficiaries in a SNF Part A stay are eligible for a broad range of diagnostic services as part of the SNF Part A benefit. Physicians ordering medically necessary diagnostic test that are not directly related to the beneficiary's ESRD are subject to the SNF consolidated billing requirements. Physicians may bill the carrier for the professional component of these diagnostic tests. In most cases, however, the technical component of diagnostic tests is included in the SNF PPS rate and is not separately billable to the carrier. Physicians should coordinate with the SNF in ordering such tests since the SNF will be responsible for bearing the cost of the technical component.

Diagnostic Test Considered ESRD Related

This list only applies to SNF consolidated billing

71010 Chest X-ray	75902 Mechanical removal of intraluminal obstructive material	80061 Lipid panel
71015 Chest X-ray	75961 Transcath retrieval of intravascular foreign body	80069 Renal function panel
71020 Chest X-ray	75962 Transcath balloon angioplasty	80074 Acute hepatitis panel
71021 Chest X-ray	75964 Transcath balloon angioplasty, each additional	80076 Hepatic function panel
71022 Chest X-ray	76070 Computed tomography, bone mineral density study, axial	80197 Tacrolimus
71030 Chest X-ray	76075 Dual energy DEXA, bone density study, axial	80410 Calcitonin stim panel
71035 Chest X-ray	76080 Radiologic exam, abscess, fistula or sinus tract study	81000 Urinalysis with microscopy
73120 X-ray hand	76092 Screening mammography bilateral	81001 Urinalysis, auto w/scope
75710 Artery X-rays, arm/leg	76778 Ultrasound, transplanted kidney	81002 Urinalysis nonauto w/o scope
75716 Artery X-rays, arm/leg	78070 Parathyroid nuclear imaging	81003 Urinalysis, auto, w/o scope
75774 Artery X-rays, arms/legs	78351 Bone density, dual photon absorptionmetry	81005 Urinalysis, qual or semi-quant
75790 Artery X-ray, each vessel	80048 Basic metabolic panel	81007 Urine screen for bacteria, except by culture or dipstick
75820 Visualize A-V shunt	80051 Electrolyte panel	81015 Microscopic exam of urine
75822 Vein X-ray, arm/leg	80053 Comprehensive Metabolic Panel	82009 Test for acetone/ketones, qual
75893 Vein X-ray, arms/legs		82010 Acetone assay, quant
75894 Transcath therapy, embolization		82017 Acylcarnitines, quant
75896 X-rays, transcath therapy		82040 Serum albumin
75898 X-rays, transcath therapy		82042 Albumin, urine quant or other source
75901 Mechanical removal of pericath obstructive material		82108 Assay of aluminum

82232	Beta2microglobulin (monitor large molecular weigh solute clearance by dial	85018	Hemoglobin	87081	Culture screen only
82247	Bilirubin, total	85025	Complete CBC w/auto diff wbc	87084	Culture w/ colony estimation
82248	Bilirubin, direct	85027	Complete CBC, automated	87086	Urine culture/quant colony count
82306	Assay of vitamin D-3 (calcifediol)	85032	Manual cell count, each	87088	Urine bacteria culture, isolation & ID
82307	Assay of vitamin D (calciferol)	85041	Automated RBC count	87181	Microbe susceptible, diffuse
82308	Assay of calcitonin	85044	Manual reticulocyte count	87184	Microbe susceptible, disk
82310	Assay of calcium	85045	Automated reticulocyte count	87185	Microbe susceptible, enzyme
82330	Assay of calcium, ionized	85046	Reticyte/hgb concentrate	87186	Microbe susceptible, mic
82374	Bicarbonate (CO ₂)	85048	Automated leukocyte count	87187	Microbe susceptible, mlc
82379	Assay of carnitine	85049	Automated platelet count	87188	Microbe suscept, macrobroth
82435	Chloride blood (needed to determine acid/base status)	85345	Coagulation time, Lee-White	87190	Microbe suscept, mycobacteri
82465	Cholesterol, total serum	85347	Coagulation time, activated	87197	Bactericidal level, serum
82550	CPK, total	85348	Coagulation time, other methods	87205	Smear, gram stain
82565	Assay of creatinine	85520	Heparin assay	87271	CMV, DFA
82570	Assay of urine creatinine	85610	Prothrombin time	87340	HepB surface antigen
82575	Urine creatinine clearance test	85611	Prothrombin test,substitution	87341	HepatitisB surface, ag, eia, neutralization
82607	Vit B12	85651	Sed rate	87350	HepatitisBe ag, eia
82728	Ferritin	85652	Automates sed rate	87380	Hepatitis delta ag, eia
82746	Serum folate	85730	Thromboplastin time, partial (PTT)	87390	HIV-1 ag, eia
82747	RBC folate	85732	Thromboplastin time, partial, substitution	87391	HIV-2 ag, eia
82800	Blood Gases, pH only	86590	Streptokinase, antibody	87515	Hepatitis B, DNA, dir probe
82803	Blood gases: pH, pO ₂ & pCO ₂	86644	CMV screen	87516	Hepatitis B, DNA, amp probe
82805	Blood gases W/O ₂ saturation	86645	Cytomegalovirus antibody dfa (IgM)	87517	Hepatitis B, DNA, quant
82810	Blood gases, O ₂ sat only	86687	HTLV-I antibody	87520	Hepatitis C, RNA, dir probe
82945	Glucose other fluid	86688	HTLV-II antibody	87521	Hepatitis C, RNA, amp probe
82947	Assay, glucose, blood quant	86689	HTLV/HIV confirmatory test	87522	Hepatitis C, RN A, quant
82948	Reagent strip/blood glucose	86692	Hepatitis, delta agent	87525	Hepatitis G, DNA, dir probe
83540	Assay of iron	86701	HIV-1	87526	Hepatitis G, DNA, amp probe
83550	Iron binding test	86702	HIV-2	87527	Hepatitis G, DNA, quant
83735	Magnesium (monitored to avoid hypermagnesium)	86703	HIV-1/HIV2, single assay g y	89050	Cell count, peritoneal fluid (no diff)
83937	Osteocalcin	86704	Hep B core antibody, total	89051	Cell count, peritoneal fluid with diff
83970	Parathormone (PTH)	86705	Hep b core antibody, IgM	93000	Echo exam of heart
83986	Assay of body fluid acidity	86706	Hep B surface antibody	93005	Electrocardiogram, tracing
84075	Alkaline phosphatase	86707	Hep Be antibody	93010	Electrocardiogram report
84100	Assay of phosphorus, inorganic	86709	Hep A, IgM antibody	93040	Rhythm ECG with report
84105	Urine phosphorus	86803	Hepatitis C ab test	93041	Rhythm ECG, tracing
84132	Assay of serum potassium	86804	Hep C ab test, confirm	93042	Rhythm ECG with report
84133	Urine potassium	86812	HLA typing, A, B, or C	93307	Echo exam of heart
84134	Assay of prealbumin	86813	HLA typing, A, B, or C, multiple antigens	93308	Echo exam of heart, follow-up
84155	Assay of protein	86816	HLA typing, DR/DQ	93922	Extremity study
84160	Serum protein by refractometry	86817	HLA typing, DR/DQ, multiple antigens yp g	93923	Extremity study, multiple levels
84295	Assay of serum sodium	86900	Blood typing, ABO	93925	Lower extremity study - arterial
84315	Body fluid specific gravity	86901	Rh typing	93926	Lower extremity study, limited- arterial
84450	Transferase (AST) (SGOT)	86903	Blood typing, antigen screen	93930	Upper extremity study- arterial
84460	Alanine amino (ALT) (SGPT)	86904	Blood typing, patient serum	93931	Upper extremity study, limited-arterial
84466	Transferrin	86905	Blood typing, RBC antigens	93965	Extremity study-venous
84520	Urea nitrogen, quantitative	86906	Blood typing, Rh phenotype	93970	Extremity study-venous
84540	Assay of urine/urea-n	87040	Culture, blood	93971	Extremity study, limited-venous
84545	Urea-N clearance test	87070	Culture, bacteria, other	G0001	Routine venipuncture
84630	Zinc	87071	Culture bacteri aerobic other, quant	G0202	Screening mammography, digital ❖
85002	Bleeding time test	87073	Culture bacteria anaerobic, quant		Source: CMS Pub 100-4 Transmittal 69, CR 2906
85004	Automated diff wbc count	87075	Culture bacteria anaerobic, any source w/ID		
85007	Bl smear w/diff wbc count	87076	Culture anaerobe ident, each		
85008	Bl smear w/o diff wbc count	87077	Culture aerobic identify		
85009	Manual diff wbc count b-coat				
85013	Spun microhematocrit				
85014	Hematocrit				

ESRD SERVICES

End-Stage Renal Disease Drug Pricing Update

On January 1, 2003, the Centers for Medicare & Medicaid Services (CMS) implemented a single drug pricer (SDP) for drugs and biologicals to standardize prices for some Medicare covered drugs. The Medicare Prescription Drug, Improvement, and Modernization Act (DIMA) of 2003 provides that payment limits for drugs and biologicals furnished in connection with dialysis services and billed by independent dialysis facilities are based on 95 percent of the average wholesale price (AWP) reflected in the published compendium as of September 1, 2003. The 2004 new rates reflects this regulation. Fees for these ESRD services will be reimbursed based on the lower of the billed charges or 95 percent of the AWP effective for services furnished **on or after January 1, 2004**.

- The drugs listed in this section are arranged in alphabetical order, based on the first initial of the drug name.
- When a drug is billed on Form UB-92 CMS-1450, or electronic equivalent format, an ICD-9-CM diagnosis code (excluding 585 – Chronic renal disease) must be reported.
- Diagnosis code 585 – (Chronic renal disease) must be reported as principal diagnosis code on all ESRD type of bill (TOB 72x).

Note: The absence or presence of a HCPCS code and payment limit in this table does not indicate Medicare coverage of the drug.. Similarly, the inclusion of a payment limit does not indicate Medicare coverage of the drug.

CPT/HCPCS CODE	NAME	FEE
J0170	Adrenalin, epinephrine, 1 mg/1 cc ampule	\$ 2.34
J0210*	Aldomet, methyldopate HCL, up to 250 mg	\$11.88
J2997	Alteplase, recombinant, activase, 1 mg	\$36.70
J3490	Amikin, Amikacin, 100 mg/2 cc	I. C.
J0280	Aminophylline, aminophyllin, 250 mg	\$ 1.05
J0285	Amphotericin B, Fungizone, 50 mg	\$10.39
J0290	Ampicillin sodium, 500 mg	\$ 1.65
J0690	Ancef, cefazolin sodium, Kefzol, 500 mg	\$ 2.25
J3430	Aquamephyton, phytonaidione (vitamin K), 1 mg	\$ 2.21
J0380*	Aramine, metaraminol bitartrate, 10 mg	\$ 1.27
J7504	Atgam, lymphocyte immune globine, 250 mg	\$ 89.85
J2060	Ativan, lorazepam, 2 mg	\$ 3.14
J0460	Atropine sulfate, 0.3 mg	\$ 1.19
X0004	Azactam, aztreonam, 1 gm	I. C.
J3490	Bactrim, 80 mg/ml-16 mg/ml, 5 cc	I. C.
J0530	Bicillin C-R, penicillin-G, 600,000 units	\$11.92
J0540	Bicillin C-R, penicillin-G, 1,200,000 units	\$23.40
J0550	Bicillin C-R, penicillin-G, 2,400,000 units	\$50.12
J0560	Bicillin L-A, penicillin-G, 600,000 units	\$ 9.89
J0570	Bicillin L-A, penicillin-G, 1,200,000 units	\$19.78

CPT/HCPCS CODE	NAME	FEE
J0580	Bicillin L-A, penicillin-G, 2,400,000 units	\$39.56
J0592	Buprenex, buprenorphine hydrochloride, 0.1 mg	\$ 1.03
J0636	Calcijex, calcitriol, 0.1 mcg	\$ 1.38
J0630	Calcitonin-salmon, up to 400 units	\$38.41
J3490	Calcium chloride 10%, 10 cc	I. C.
J0610	Calcium gluconate, 10 ml	\$ 1.44
J1955	Carnitine, levocarnitine, 1 gm	\$34.20
J0710	Cefadyl, cephapirin sodium, 1 gm	\$ 2.67
J0715	Ceftizoxime sodium, Cefizox, 500 mg	\$ 4.96
00248	Cefobid, Cefoperazone sodium, 1 gm	\$16.38
X0016	Cefotan, Cefotetan disodium gm	I. C.
J0698	Cefotaxime sodium, Claforan, 1 gm	\$ 9.51
J0697	Cefuroxime sodium, 750 mg	\$ 6.42
J0702	Celestone Soluspan, 3 mg-3mg/ml	\$ 4.98
J0743	Cilastatin sodium imipenem, Primaxin I.V., 250 mg	\$15.87
87000	Cipro, 200 mg	\$13.69
X0017	Cleocin Phosphate, clindamycin phosphate, 300 mg	I. C.
J0745	Codeine phosphate, 30 mg	\$ 0.87
J0800	Corticotropin Acthar Gel 40 Units	\$92.94

*This drug is included in the composite rate.

END STAGE RENAL DISEASE

End-Stage Renal Disease Drug Pricing Update (continued)

CPT/HCPCS CODE	NAME	PRICE
J0835	Cortrosyn, cosyntropin, 0.25 mg	\$81.00
J9070	Cyclophosphamide, Cytoxan, 100 mg	\$ 5.73
J9080	Cyclophosphamide, Cytoxan, 200 mg	\$10.89
J9090	Cyclophosphamide, Cytoxan, 500 mg	\$22.86
J9091	Cyclophosphamide, Cytoxan, 1 gm	\$45.73
J9092	Cyclophosphamide, Cytoxan, 2 gm	\$91.45
Q4054	Darbeepotin alfa, 1000 units	\$ 4.74
J2597	DDAVP, desmopressin acetate), 1mcg	\$ 3.45
J1100	Decadron, dexamethasone sodium phosphate, 1 mg	\$ 0.10
J2175	Demerol, meperidine HCL, 100 mg	\$.53
J1070	Depo-Testosterone, up to 100 mg	\$ 4.95
J1080	Depo-Testosterone, 1 cc, 200 mg	\$ 9.43
J0895	Desferal, deferoxamine mesylate), 500 mg/5 cc	\$15.63
J1100	Dexamethasone sodium phosphate, 1 mg/ml	\$ 0.10
J7060	Dextrose 5%, 500 cc	\$ 7.51
J1730*	Diazoxide, Hyperstat, 300 mg/20 ml	\$122.95
J1450	Diflucan, Fluconazole, 200 mg	\$97.61
J1160*	Digoxin, Lanoxin, up to 0.5 mg	\$ 1.79
J1165	Dilantin, phenytoin sodium, 50 mg	\$ 0.86
J1170	Dilaudid, hydromorphone, 4 mg	\$ 1.55
J1200*	Diphenhydramine HCL (Benadryl), up to 50 mg	\$ 1.61
J1240	Dramamine, dimenhydrinate, 50 mg	\$ 0.38
Q4055	Epoetin alfa, 1000 units	\$ 11.62
J1364	Erythromycin lactobionate, 500 mg	\$ 3.59
J0970	Estradiol valerate, Delestrogen, up to 40 mg	\$ 1.62
J2916	Ferlecit, sodium ferric gluconate complex in sucrose injection 12.5 mg	\$ 8.17
00623	Flagyl, Metronidazole, 500 mg	\$24.86
J9190	Fluorouracil, 500 mg	\$ 2.07
J3490	Folic Acid, 5 mg/cc	I. C.
J0713	Fortaz, ceftazidime, 500 mg	\$ 6.75
J1470	Gamma globulin, 2 cc	\$24.35
J1550	Gamma globulin, 10 cc	\$121.72
J1570	Ganciclovir sodium, Cytovene, 500 mg	\$35.25

CPT/HCPCS CODE	NAME	PRICE
J1580	Garamycin, gentamicin, 80 mg	\$ 2.07
J1630	Haldol, haloperidol, 5 mg	\$ 6.83
J1644*	Heparin sodium 1000 units	\$ 0.40
90371	<i>Hepatitis B immune globulin, 5 ml</i>	\$649.80
90740	<i>Hepatitis B vaccine, dialysis or immunosuppressed patient dosage (3 dose schedule), for intramuscular use</i>	\$110.92
90747	<i>Hepatitis B vaccine, dialysis or immunosuppressed patient dosage (4 dose schedule), for intramuscular use</i>	\$110.92
J0360*	Hydralazine HCL, Apresoline, 20 mg	\$16.04
J1720	Hydrocortisone sodium succinate (Solu-Cortef), 100 mg	\$ 2.07
J3410	Hydroxyzine HCL, 25 mg	\$ 1.21
J1564	Immune globulin, Gammimune N, 10 mg	\$ 0.86
J1563	Immune globulin, intravenous, 1 gm	\$78.38
J7501	Imuran, Azathioprine, 100 mg	\$59.84
J1790	Inapsine, droperidol), 5 mg	\$ 2.80
J1800*	Inderal, propranolol HCL, 1 mg/1 cc	\$11.63
J1750	Infed, iron dextran), 50 mg	\$17.91
90657	<i>Influenza virus vaccine, split virus, 6-35 months dosage</i>	\$ 4.98
90658	<i>Influenza virus vaccine, split virus, 3 years and above dosage</i>	\$ 9.95
90659	<i>Influenza virus vaccine, whole virus</i>	\$ 9.95
J1815*	Insulin, per 5 units	\$ 0.10
J1840	Kantrex, kanamycin sulfate, 500 mg	\$3.30
J1890	Keflin, cephalothin sodium, 1 gm	\$10.26
J3301	Kenalog, triamcinolone acetonide), 10 mg	\$ 1.60
J1940	Lasix, furosemide, 20 mg	\$0.93
J3490	Levophed bitartrate, Norepinephrine bitartrate 4 cc	I. C.
J 3490	Levothyroxine, 0.2 mg	I. C.
J1990	Librium, chlordiazepoxide hydrochloride, 100 mg	\$24.99
J2001*	Lidocaine HCL, IV 10 mg	\$ 0.98
J3490	Mandol, Cefamandole, 1 gm	I. C.
J2150*	Mannitol 25%, in 50 cc	\$3.27

*This drug is included in the composite rate.

End-Stage Renal Disease Drug Pricing Update (continued)

CPT/HCPCS CODE	NAME	PRICE
J1051	Medroxyprogesterone acetate, Depo-Provera, 50 mg	\$ 5.04
J0694	Mefoxin, cefoxitin sodium, 1 gm	\$10.69
J3490	Mezlin, Mezlocillin, 1 gm	I. C.
J2270	Morphine sulfate, 10 mg	\$0.77
J3490	Nafcil, nafcillin sodium, 500 mg	I. C.
J2320	Nandrolone decanoate, Deca-Durabolin, 50 mg	\$ 3.84
J2321	Nandrolone decanoate, Deca-Durabolin, 100 mg	\$ 7.67
J2322	Nandrolone decanoate, Deca-Durabolin, 200 mg	\$15.74
J2310	Narcan, naloxone HCL, 1 mg	\$ 2.49
J3260	Nebcin, tobramycin sulfate, 80 mg	\$ 4.46
J2300	Nubain, nalbuphine HCL, 10 mg/1 cc	\$ 1.59
J2700	Oxacillin sodium, 250 mg	\$ 0.80
J2501	Paracalcitol, 1 mcg	\$ 5.33
J2510	Penicillin G procaine, aqueous, 600,000 units	\$ 9.60
J2545	Pentam, 300 mg	\$44.84
J2550	Phenergan, promethazine HCL, 50 mg	\$ 2.85
J2560	Phenobarbital sodium, 120 mg	\$ 1.62
J3490	Pipracil, Piperacillin sodium, 1 gm	I. C.
90732	<i>Pneumovax, Pneumococcal vaccine 0.5 cc</i>	\$18.62
J3480*	Potassium chloride, per 2 mEq/ml	\$ 0.08
J1410	Premarin, estrogen conjugated, 25 mg	\$61.51
J0743	Primaxin-I.V., 250 mg	\$15.87
J0780	Prochlorperazine, Compazine, up to 10 mg	\$ 4.18
J0256	Prolastin, alpha 1-proteinase inhibitor 10 mg	\$ 2.66
J2680	Prolixin Decanoate, fluphenazine, 25 mg	\$ 8.96
J2690*	Pronestyl, procainamide HCL, 1 gm	\$ 1.43
J2720*	Protamine sulfate, 10 mg	\$0.76
J2765	Reglan, metoclorpramide HCL, 10 mg	\$ 1.90
J0696	Rocephin, ceftriaxone sodium, 250 mg	\$14.92
J1563	Sandoglobulin, immune globulin, 1g	\$78.38
J3490	Septra, 80 mg/ml-16 mg/ml, 5 ml	I. C.
J3490	Sodium bicarbonate 8.4%, 50 cc	I. C.

CPT/HCPCS CODE	NAME	PRICE
J2912	Sodium chloride 0.9%, per 2 ml	\$ 0.42
J1720	Solu Cortef, hydrocortisone sodium succinate 100 mg	\$ 2.49
J2920	Solu-Medrol, methylprednisolone sodium succinate, up to 40 mg	\$ 2.11
J2930	Solu-Medrol, methylprednisolone sodium succinate, up to 125 mg	\$ 3.24
01478	Stadol, 1 mg	I. C.
01479	Stadol, 2 mg	I. C.
J3010	Sublimaze, fentanyl citrate, 2 cc	\$ 0.93
J3070	Talwin Lactate, pentazocine HCL, 30 mg	\$ 5.23
J3120	Testosterone enanthate, Delatestryl enanthate, up to 100 mg	\$ 8.98
J3130	Testosterone enanthate, Delatestryl enanthate, up to 200 mg	\$17.96
J3150	Testosterone propionate, up to 100 mg	\$ 0.94
90703	<i>Tetanus toxoid, 1.ml</i>	\$14.37
J3230	Thorazine, chlorpromazine HCL, up to 50 mg	\$ 4.40
J3490	Ticar, Ticarcillin, 1 gm	I. C.
J3250	Tigan trimethobenzamide HCL, up to 200 mg	\$ 1.55
X0042	Timentin, 100 mg-3 gm	I. C.
J3280	Torecan, thiethylprazine maleate, up to 10 mg	\$ 5.65
J3320	Trobicin, spectinomycin dihydrochloride, up to 2 g	\$28.27
J0295	Unasyn, ampicillin sodium, per 1.5 g	\$ 7.42
J3360	Valium, diazepam, 5 mg	\$ 0.86
J3370	Vancocin, vancomycin HCL, 500 mg	\$ 7.03
J1756	Venofer, iron sucrose, 1 mg	\$0.66
J3490*	Verapamil, 5 mg	I. C.
J2250	Versed, midazolam HCL, 1 mg	\$ 1.28
J3490	Vibramycin, Doxycycline, 100 mg	I.C
J3420	Vitamin B-12 cyanocobalamin, up to 1,000 mcg	\$ 0.17
J3490	Water for injection, 30 cc	I. C.
J3490	Water for injection, 500 cc	I. C.
J2501	Zemplar, paricalcitol, 1 mcg	\$ 5.23
J0697	Zinacef, cefuroxime sodium, 750 mg	\$6.42
J2405	Zofran, ondansetron HCL per 1 mg	\$ 6.09
Q4075	Zovirax, acyclovir, 5 mg	\$0.47

*This drug is included in the composite rate.

Change in Coding for Darbepoetin Alfa (Aranesp®) and Epoetin Alfa (Epogen®) for Patients on Dialysis.

The Centers for Medicare & Medicaid Services (CMS) has established coding guidelines for billing for the administration of darbepoetin alfa (Aranesp®) and epoetin (EPO) alfa (Epoetin®) for treatment of anemia in end-stage renal disease patients on dialysis. Two new HCPCS codes have been assigned to report darbepoetin alfa and epoetin alfa effective for services furnished **on or after January 1, 2004**:

Q4054 Injection, darbepoetin alfa, 1 mcg (for ESRD on dialysis)

Q4055 Injection, epoetin alfa. 1,000 units (for ESRD on dialysis)

HCPCS code Q4055 **replaces** all current Q codes (Q9920 through Q9940) for billing EPO services to fiscal intermediaries by free standing, or hospital-based ESRD facilities.

In addition, effective January 1, 2004, HCPCS code J0880 (injection, darbepoetin alfa, 5 mcg) is **no** longer a valid code for billing darbepoetin alfa by free standing, or hospital-based ESRD facilities.

Coverage guidelines for darbepoetin alfa are the same as for epoetin alfa for ESRD related anemia.

The multiple Q-codes for epoetin alfa (Q9920 through Q9940), representing a single hematocrit level, have been discontinued and replaced with **Q4055**.

Since there is currently no payment rate for darbepoetin alfa, CMS has determined that HCPCS code Q4054 will be paid based on the single drug PRICER payment amount. This payment rate will be in effect until CMS has determined an appropriate conversion factor and corresponding payment rate for darbepoetin alfa.

Billing Guidelines for Q4054

Effective for services furnished **on or after January 1, 2004**, freestanding ESRD facilities (facilities that are not classified as hospital-based), and hospital-based ESRD facilities must bill for darbepoetin alfa, Q4054, on Form CMS-1450 (UB-92) or its electronic equivalent 837I.

The following billing guidelines apply to darbepoetin alfa:

- Type of bill 72x
- Revenue code 0636 (*2400 SV201 on the ANSI 837I HIPAA transaction*)
- HCPCS code Q4054 using value code 49 to record the hematocrit (HCT) values
- One line item per administration with the line item date of service and the number of mcgs in the units form locator (FL 46). For dosages that are more than a whole mcg, providers may round up to the next whole mcg.

- Reimbursement will be made as an add-on payment to the composite rate based on the single drug PRICER payment amount.

Billing Guidelines for Q4055

Effective for services furnished **on or after January 1, 2004**, freestanding ESRD facilities (facilities that are not classified as hospital-based), and hospital-based ESRD facilities must bill for epoetin alfa, Q4055, on Form CMS-1450 (UB-92) or its electronic equivalent 837I.

The following billing guidelines apply to epoetin alfa:

- Type of bill 72x
- Revenue code **0634** for administration of under 10,000 units of EPO, or revenue code **0635** for administration of over 10,000 units of EPO (*2400 SV201 on the ANSI 837I HIPAA transaction*)
- HCPCS code Q4055 using:
 - ♦ value codes 48 **or** 49 to record the hemoglobin (HGB) or hematocrit (HCT) values (2300 HI01-2 with the qualifier of BE in 2300 HI01-1 on the ANSI 837I HIPAA transaction),
and
 - ♦ value code 68 to report the number of units of EPO administered during the billing period (*2300 HI01-2 with the qualifier of BE in 2300 HI01-1 on the ANSI 837I HIPAA transaction*)
- Reimbursement will continue to be the statutory rate for epoetin alfa (Q4055) at \$10.00 per 1000 units.

Claims received for epoetin alfa, Q4055, and darbepoetin alfa, Q4054, with value code 49 and no hematocrit (HCT) reading taken prior to the last administration of epoetin alfa or darbepoetin alfa during the billing period will be returned to the provider.

Claims received for epoetin alfa, Q4055, with value code 48 and no hemoglobin (HGB) reading taken prior to the last administration of epoetin alfa during the billing period will be returned to provider.

Note: HCPCS code J0880 (injection, darbepoetin alfa, 5 mcg) cannot be billed on Form CMS-1450 (UB-92) or its electronic equivalent 837I.

Medicare Part B deductible and coinsurance requirements apply to payments for darbepoetin alfa (HCPCS code Q4054) and epoetin alfa (HCPCS code Q4055). ❖

Source: CMS Pub 100-20 Transmittal 39, CR 2963

Correction to the Allowance for Iron Sucrose – J1756

An article updating the end-stage renal disease drug-pricing list was published in the First Quarter 2004 *Medicare A Bulletin* (pages 45-48). In that article, the allowance for HCPCS code J1756 for iron sucrose (Venofer®), 1 mg was published incorrectly as \$66.00. **The correct allowance for J1756 for iron sucrose, 1 mg is \$0.66.** We apologize for any inconvenience this may have caused. ❖

HOSPITAL OUTPATIENT PROSPECTIVE PAYMENT SYSTEM

January 2004 Update to Hospital Outpatient Prospective Payment System

The Centers for Medicare & Medicaid Services (CMS) has issued changes to the hospital outpatient prospective payment system (OPPS) for the January 2004 update. The January 2004 outpatient code editor (OCE) specifications and the PPS PRICER software systems reflects the Healthcare Common Procedure Coding System (HCPCS) codes and ambulatory payment classification (APC) additions and changes, and other revisions, identified in this notification. Unless otherwise noted, changes addressed in this notification are effective for services furnished **on or after January 1, 2004**.

The following issues are addressed:

1. Limitations on Beneficiary Copayment

For calendar year (CY) 2004, the national unadjusted copayment amount for an APC group will be limited to 50 percent of the APC payment rate. In addition, the wage adjusted copayment amount for a procedure or service cannot exceed the inpatient hospital deductible amount of \$876 for 2004.

2. Outlier Payments for Hospitals

For CY 2004, the outlier threshold is reduced from 2.75 to 2.6 times the OPPS payment for the service, and the outlier payment percentage is increased from 45 to 50 percent. In 2004, an outlier payment will be made to a hospital if the cost of providing a service exceeds 2.6 times the OPPS payment for the service and the amount of the outlier payment will be 50 percent of the amount by which the provider's costs exceed 2.6 times the OPPS payments.

3. Outlier Payments for Community Mental Health Centers (CMHCs)

For CY 2004, the outlier threshold for CMHCs (type of bill 76x) is increased from 2.75 to 3.65 times the OPPS payment, and the outlier payment percentage is increased from 45 to 50 percent. In 2004, an outlier payment will be made to a CMHC if the cost of providing a day of partial hospitalization exceeds 3.65 times the OPPS payment for the services and the amount of the outlier payment will be 50 percent of the amount by which the provider's costs exceed 3.65 times the OPPS payment.

4. Billing for Stereotactic Radiosurgery

Stereotactic radiosurgery (SRS) is a form of radiation therapy for treating abnormalities, functional disorders, and tumors of the brain and neck; and most recently has expanded to treating tumors of the spine, lung, pancreas, prostate, bone, and liver. There are two basic methods in which SRS can be delivered to patients, linear accelerator-based treatment and multi-source photon-based treatment (often referred to as cobalt 60).

Advances in technology have further distinguished linear accelerator-based SRS therapy into two types: gantry-based systems and image-guided robotic SRS systems. These two types of linear accelerator based SRS therapies may be delivered in a complete session or in a fractionated course of therapy up to a maximum of five sessions.

Effective January 1, 2004, when SRS is furnished to beneficiaries in a hospital outpatient department that is paid under the hospital OPPS, hospitals are to bill using the following HCPCS codes:

- a. When billing for the planning and delivery of cobalt 60-based, multi-source SRS, hospitals are to use the following HCPCS codes:
 - ◆ Planning – HCPCS code G0242
 - ◆ Delivery – HCPCS code G0243
- b. When billing for the planning and delivery of non-robotic linear accelerator-based SRS (complete session), hospitals are to use the following HCPCS codes:
 - ◆ Planning – HCPCS code G0338 (Linear accelerator-based stereotactic radiosurgery plan, including dose volume histograms for target and critical structure tolerances, plan optimization performed for highly conformal distributions, plan positional accuracy and dose verification, all lesions treated, per course of treatment).
 - ◆ Delivery – HCPCS code G0173
- c. When billing for the planning and delivery of non-robotic linear accelerator-based SRS (fractionated sessions), hospitals are to use the following HCPCS codes:
 - ◆ Planning – HCPCS code G0338
 - ◆ Delivery – HCPCS code G0251
- d. When billing for the planning and delivery of image-guided robotic linear accelerator-based SRS (complete session), hospitals are to use the following HCPCS codes:
 - ◆ Planning – HCPCS code G0338
 - ◆ Delivery – HCPCS code G0339 (Image-guided robotic linear accelerator-based stereotactic radiosurgery, complete course of therapy in one session, or first session of fractionated treatment).

Code G0339 is reported for a complete course of therapy in one session, as well as the first session of a multi-session treatment.

January 2004 Update to Hospital Outpatient Prospective Payment System (continued)

- e. When billing for the planning and delivery of image-guided robotic linear accelerator-based SRS (fractionated sessions), hospitals are to use the following HCPCS codes:
 - ◆ Planning – HCPCS code G0338
 - ◆ Delivery – HCPCS code G0340 (Image guided robotic linear accelerator-based stereotactic radiosurgery, delivery including collimator changes and custom plugging, fractionated treatment, all lesions, per session, second through fifth sessions, maximum five sessions per course of treatment).

Code G0340 is reported for additional sessions (second through fifth sessions) subsequent to the first session of a fractionated course of therapy. When providers perform multi-session image-guided robotic SRS therapy, they should bill using HCPCS code G0339 for the first session. For each additional session subsequent to the first session, providers are to bill using only HCPCS code G0340 up to a maximum of four additional sessions (total maximum of five sessions).
- f. Payment for SRS planning does not include payment for CPT codes 77332 - 77334 when furnished on the same day. When provided, these services should be billed in addition to SRS planning code G0242.

- 5. Billing for Intensity Modulated Radiation Therapy**
Intensity modulated radiation therapy (IMRT), also known as conformal radiation, delivers radiation with adjusted intensity to preserve adjoining normal tissue. IMRT has the ability to deliver a higher dose of radiation within the tumor and a lower dose of radiation to surrounding healthy tissue. Two types of IMRT are multi-leaf collimator-based IMRT and compensator-based IMRT. IMRT is provided in two treatment phases, planning and delivery. Effective January 1, 2004, when IMRT is furnished to beneficiaries in a hospital outpatient department that is paid under the hospital outpatient prospective payment system (OPPS), hospitals are to bill according to the following guidelines:
- a. When billing for the planning of IMRT treatment services CPT codes 77280-77295, 77300, 77305-77321, 77336, and 77370 are **not** to be billed in addition to 77301; however charges for those services should be included in the charge associated with CPT code 77301.
 - b. Hospitals are not prohibited from using existing IMRT CPT codes 77301 and 77418 to bill for compensator-based IMRT technology in the hospital outpatient setting.
 - c. Payment for IMRT planning does not include payment for CPT codes 77332-77334 when furnished on the same day. When provided, these services are to be billed in addition to the IMRT planning code 77301.

- d. Providers billing for both CPT codes 77301 (IMRT treatment planning) and 77334 (design and construction of complex treatment devices) on the same day should append modifier 59 to indicate that the procedure represents a distinct service from others reported on the **same date** of services. A distinct service may be defined as a different session, different surgery, different site, different lesion, different injury or area of injury (in extensive injuries).

- 6. Payment for Single Indication Orphan Drugs**
Medicare is discontinuing payment on a reasonable cost basis for single indication orphan drugs furnished in the outpatient department of a hospital subject to the OPPS. For CY 2004, the following single indication orphan drugs are assigned to APCs and paid under the OPPS:

J0205	Injection, alglucerase, per 10 units
J0256	Injection, alpha 1-proteinase inhibitor-human, 10 mg
J1785	Injection, imiglucerase, per unit
J2355	Injection, oprelvekin, 5 mg
J3240	Injection, thyrotropin alpha, 0.9 mg, provided in 1.1 mg vial
J7513	Daclizumab parenteral, 25 mg
J9015	Aldesleukin, per single use vial
J9160	Denileukin difitox, 300 mcg
J9216	Interferon, gamma 1-B, 3 million units
J9300	Gemtuzumab ozogamicin, 5 mg
Q2019	Injection, basiliximab, 20 mg

- 7. Payment for Prostate Brachytherapy**
In 2003, Medicare paid a packaged amount for prostate brachytherapy. Hospitals were required to bill using HCPCS code G0256 (prostate brachytherapy with palladium sources), when palladium sources were implanted, and HCPCS code G0261 (prostate brachytherapy with iodine sources). These HCPCS codes were to be used in lieu of separate billing for CPT codes 77778 (*interstitial radiation source application; complex*) and 55859 (*transperitoneal placement of needles or catheters into prostate for interstitial radiation element application, with or without cystoscopy*) and HCPCS codes C1718 (iodine sources) and C1720 (palladium sources).

Under the OPPS for 2004, HCPCS codes G0256 and G0261 are deleted. For services furnished on or after January 1, 2004, hospitals are to use the CPT codes 77778 and 55859 to bill for the procedures and HCPCS codes C1718 and C1720 to bill for the brachytherapy sources. Separate payments will be made for the procedures and for the sources. Hospitals are to bill the brachytherapy sources showing the number of sources used in the units column. For example, if 100 brachytherapy sources are implanted in the prostate, the hospital will bill 100 units of the applicable code for the brachytherapy source.

- 8. Billing Injection/Infusion Codes**
Effective January 1, 2004, code Q0085 (Chemotherapy administration by infusion technique and other technique, per visit) is no longer payable under the

January 2004 Update to Hospital Outpatient Prospective Payment System (continued)

OPPS. Hospitals must report both Q0083 (Chemotherapy administration by other than infusion technique only, per visit), and Q0084 (Chemotherapy administration by infusion technique only, per visit), when chemotherapy is administered by both infusion and another route of administration. Claims on which Q0085 is billed will be returned to the provider for correction.

Drug administration codes Q0081, Q0083 and Q0084 are defined on a per visit basis. Two units of the same code are billed on the same date only if two distinct and separate visits to the hospital occur on the same date.

Example: On March 12, two chemotherapy drugs are administered by intravenous injection and three chemotherapy drugs by infusion to a beneficiary during the same visit, between 7:30 a.m. and 10:30 a.m. The hospital bills one unit of Q0083 and one unit of Q0084, along with the HCPCS codes for the drugs, and date of service March 12. The patient leaves the outpatient department (OPD) at 11:00 a.m., following completion of the first chemotherapy visit, and returns later the same day suffering from dehydration and requiring infusion of fluids and infusion of anti-emetics. The hospital bills one unit of Q0081 for those services, with date of service March 12. Or, the patient leaves the OPD at 11:00 a.m., following completion of chemotherapy, and returns at 4:30 p.m. for a second infusion of one or more chemotherapy drugs that could not be administered for medical reasons during the earlier visit between 7:30 a.m. and 10:30 a.m. The hospital bills one unit of Q0084 on a separate line with date of service March 12.

Hospitals should not report cancer chemotherapy furnished to hospital outpatients using the CPT chemotherapy administration codes. Payment under OPPS for cancer chemotherapy is made only when cancer chemotherapy is billed using Q0083 and Q0084. CPT codes 90782-90788 each report an injection and as such, one unit of the code is billed each time there is a separate injection that meets the definition of the code. Note that code range 90782-90788 is used to report intradermal, subcutaneous, intramuscular, or routine intravenous drug injections. Hospitals may report and receive payment under the OPPS for both an injection and an infusion code when modifier 59 is also reported with the injection code to indicate that it is a separate and distinct service.

9. Billing for Oxaliplatin (Eloxatin™)

Hospitals are to report HCPCS code C9205, (Injection, oxaliplatin, per 5 mg), instead of J9263, (Injection, oxaliplatin, 0.5 mg), to allow transitional pass-through payment under the OPPS for oxaliplatin.

10. Billing for Bexxar® and Zevalin™

Zevalin™ (ibritumomab tiuxetan) and Bexxar® (tositumomab and Iodine I 131 tositumomab) are two types of radioimmunotherapies that are used to treat

patients with certain forms of non-Hodgkin's lymphoma (NHL). Both Zevalin and Bexxar are therapeutic regimens administered in two separate steps: the first step is diagnostic to determine radiopharmaceutical biodistribution of radiolabeled antibodies; the second step is the therapeutic administration of targeted radiolabeled antibodies.

For services furnished on or after January 1, 2004, hospitals are to report the HCPCS codes listed below when billing for Zevalin or Bexxar for payment under the OPPS.

a. Zevalin:

- ♦ HCPCS code C1082, (Supply of radiopharmaceutical diagnostic imaging agent, indium-111 ibritumomab tiuxetan, per dose)
- ♦ HCPCS code C1083, (Supply of radiopharmaceutical therapeutic imaging agent, Yttrium 90 ibritumomab tiuxetan, per dose)

b. Bexxar:

- ♦ HCPCS code C1080 (Supply of radiopharmaceutical diagnostic imaging agent, I-131 tositumomab, per dose)
- ♦ HCPCS code C1081 (Supply of radiopharmaceutical therapeutic imaging agent, I-131 tositumomab, per dose)
- ♦ HCPCS code G3001 (Administration and supply of tositumomab, 450 mg)

Use G3001 to bill for the infusion and supply of unlabeled tositumomab used during the dosimetric/diagnostic step and to bill for the infusion and supply of unlabeled tositumomab used during the therapeutic step. The OPPS payment for G3001 includes payment for both the supply of unlabeled tositumomab and administration of the unlabeled tositumomab.

- ♦ CPT code 77300 (*Basic radiation dosimetry calculation*)

c. For radionuclide scanning to determine the biodistribution of indium-111 ibritumomab tiuxetan (diagnostic Zevalin) or diagnostic I-131 tositumomab (Bexxar), use

- ♦ CPT code 78804 (*Radiopharmaceutical localization of tumor or distribution of radiopharmaceutical agent(s); whole body, requiring two or more days imaging*)
The OPPS payment for CPT code 78804 includes payment for the administration of the diagnostic radiopharmaceutical as well as scans for determining biodistribution of the radiopharmaceutical.

d. For administration of Yttrium 90 ibritumomab tiuxetan (therapeutic Zevalin) or the therapeutic dose of I-131 tositumomab (Bexxar), use

- ♦ CPT code 79403 (*Radiopharmaceutical therapy, radiolabeled monoclonal antibody by intravenous infusion*)

January 2004 Update to Hospital Outpatient Prospective Payment System (continued)

- e. Hospitals are not to use the CPT codes 77750, 78800-78803, 78999, 79100, 79400, or 77990 when billing for payment for Zevalin or Bexxar under the OPSS.

11. Reporting Implantable Devices

Effective January 1, 2004, in an effort to improve data that will be used to update APC payments, CMS reinstated the C codes for implantable devices for which payment is packaged into the APC payment for the procedure in which the device is used. These codes are for categories of devices for which device pass-through payments have expired. Under the OPSS for 2003, the codes were deleted because, when the devices ceased to be separately payable under the pass-through provisions, the payment for the devices was included in the payment for the procedure, thus, a device code was no longer needed for payment purposes.

In developing the 2004 OPSS CMS found that separate coding of devices results in improved accuracy in establishing the median costs used to set relative weights for the APCs for the procedures into which the costs of these devices are packaged. Claims that contain a separate line with a C code or other HCPCS code for the implantable device, along with a separate charge for the device, most completely and accurately account for the total cost of the procedure including the implanted device. This results in the most accurate median costs for those procedures that use implanted devices.

Hospitals are strongly encouraged to separately bill devices using a device category C code or other appropriate HCPCS code for implantable devices along with the charge for the device. Complete and accurate reporting of the codes and the charges for the devices is critical to ensuring that the relative weights for the services are accurate and thus for ensuring proper payment to hospitals for the procedures that use implanted devices.

All device category C codes for both current pass-through devices as well as packaged devices can be found on Addendum B on the CMS OPSS Web site: <http://www.cms.hhs.gov/regulations/hopps/2004f/>. Devices, whether packaged or paid as pass-through devices, are reported using revenue codes 272, 275, 276, 278, 279, 280, 289 or 624.

12. Billing for C9704

C9704 (Injection or insertion of inert substance for submucosal/intramuscular injection(s) into the upper gastrointestinal tract, under fluoroscopic guidance) is a new technology procedure under the hospital OPSS. This procedure involves the use of a solution made up of a polymer and a solvent that is implanted by injection into the wall of the lower esophagus.

This implantable device is used to help patients with symptoms of gastroesophageal reflux disease (GERD). This procedure involves a single endoscopy (CPT code 43234 or 43235), fluoroscopy, and the use of the device. Under the hospital OPSS, the initial endoscopy is separately reportable, however, payment for C9704 includes the device and fluoroscopy.

Therefore, hospitals are not to report C9704 with CPT code 76000 (fluoroscopy).

13. New Device Category Code Definition

Effective of January 1, 2004, C1819 (Surgical tissue localization and excision device implantable) will be reportable as a new pass-through device category code under the OPSS. The category is defined as follows:

- ◆ **Lesion Localization Device (C1819)** – An implantable radiofrequency guide device that captures and allows for appropriate stabilization, dissection, and excision of a lesion (may include radiofrequency, laser, or ultrasonic components). This device is used with ultrasound, stereotactic, and alphanumeric grid imaging techniques.

14. Updating Intermediary HCPCS File

The following HCPCS codes have been included in the fiscal intermediary processing system:

C1080	Supply of radiopharmaceutical diagnostic imaging agent, I-131 tositumomab, per dose
C1081	Supply of radiopharmaceutical therapeutic imaging agent, I-131 tositumomab, per dose
C1082	Supply of radiopharmaceutical diagnostic imaging agent, indium-111 ibritumomab tiuxetan, per dose
C1083	Supply of radiopharmaceutical therapeutic imaging agent, Yttrium 90 ibritumomab tiuxetan, per dose
C1819	Surgical tissue localization and excision device (implantable)
C2633	Brachytherapy source, cesium-131
C9205**	Injection, oxaliplatin, per 5 mg
C9207*	Injection, bortezomib, per 3.5 mg
C9210	Injection, palonosetron hydrochloride, per 250 mcg
C9211	Injection, alefacept, for intravenous use, per 7.5 mg
C9212	Injection, alefacept, for intramuscular use, per 7.5 mg
C9704	Injection or insertion of inert substance for submucosal/intramuscular injection(s) into the upper gastrointestinal tract, under fluoroscopic guidance.

* This code has an effective date of October 1, 2003, with an implementation date of January 1, 2004, under the hospital OPSS.

** This code was slated for deletion effective December 31, 2003. This code will continue to be active and reportable under the hospital OPSS. The effective date of this code is July 1, 2003.

15. Changes to the OPSS PRICER Logic

The following list contains a description of all OPSS PRICER logic changes that are effective beginning January 1, 2004.

January 2004 Update to Hospital Outpatient Prospective Payment System (continued)

- a. New OPPTS wage indexes will be effective January 1, 2004. These are the same wage indexes that were implemented on October 1, 2003, for inpatient hospitals. Some corrections have been made since the publication of the inpatient rule and we are using the corrected wage indexes where applicable.
 - b. Inpatient hospitals considered reclassified on October 1, 2003, will be considered reclassified for OPPTS on January 1, 2004.
 - c. Section 401 designations and floor MSA (metropolitan statistical area) designations will be considered effective for OPPTS on January 1, 2004.
 - d. New payment rates and coinsurance amounts will be effective for OPPTS on January 1, 2004. Some APCs have coinsurance amounts limited to 50 percent of the payment rate effective January 1, 2004. Some APCs have a coinsurance limit equal to the inpatient deductible of \$876 effective January 1, 2004.
 - e. For outliers for hospitals, the factor multiplied times the total line item payments has been changed from 2.75 to 2.6 and the factor used to multiply the difference between line item payments and costs from 0.45 to 0.50.
 - f. For outliers for CMHCs (type of bill 76x), the factor multiplied times the total line item payments has been changed from 2.75 to 3.65 and the factor used to multiply the difference between line item payments and costs from 0.45 to 0.50.
 - g. There are no device offsets for 2004.
- To review the final summary of data changes to the OCE (version 5.0) and APCs, effective January 1, 2004, access the CMS Web site at: http://www.cms.hhs.gov/manuals/pm_trans/R32OTN.pdf. ❖

Source: CMS Pub 100-20 Transmittal 32, CR 3007

January 2004 Outpatient Code Editor Specifications – Version 5.0

CMS has issued the January 2004 update to the outpatient code editor (OCE) specifications (version 5.0) that will be used to processed bills under the outpatient prospective payment system (PPS), effective January 1, 2004.

Instructions and specifications to the OCE software are available in the CMS Manual System, Pub. 100-4, Medicare Claim Processing1, chapter 4, section 40. Changes incorporated in the January 2004 revised OCE have been issued under CMS Pub. 100-4, transmittal 53, change request 3021. In addition to changes to the OCE, transmittal 53 also reflects the addition of section 40.2, *Non-OPPS OCE (Rejected Items and Processing Requirements)*, to the Medicare Claim Processing manual. To review this section or additional OCE information, access the CMS Web site at: http://www.cms.hhs.gov/manuals/pm_trans/R53CP.pdf.

This revised version of the OCE represents a significant change to the software in that it will process claims consisting of multiple days of services. Effective with unprocessed claims with dates of service on or after August 1, 2000, the following bills will be sent through the revised OCE:

- All outpatient hospital Part B – types of bill 12x, 13x, or 14x with the exception of critical access hospitals (CAHs)
- Community mental health center (CMHC) – TOB 76x
- Home health agency (HHA) and comprehensive outpatient rehabilitation facility (CORF) – TOBs 34x or 75x containing Healthcare Common Procedure Coding System (HCPCS) codes listed under the “HCPCS Codes for Reporting Antigens, Hepatitis B Vaccines, Splints, and Casts” section below.
- Any bill containing condition code 07, “treatment of non-terminal illness – hospice,” with certain HCPCS codes listed under the “HCPCS Codes for Reporting Antigens, Hepatitis B Vaccines, Splints, and Casts” section below.

All other outpatient TOBs – 22x, 23x, 24x, 32x, 33x, 71x, 72x, 73x, 74x, 81x or 82x with dates of service April 1, 2002 and later will be processed through the revised OPPTS OCE. In addition, outpatient TOBs 34x and 75x, which contain services other than those listed above with dates of service April 1, 2002 and later will be processed through the revised OPPTS OCE.

HCPCS Codes for Reporting Antigens, Hepatitis B Vaccines, Splints, and Casts

Antigens

95144	95145	95146	95147	95148	95149	95165
95170	95180	95199				

Hepatitis B Vaccines

G0010	90740	90743	90744	90746	90747
-------	-------	-------	-------	-------	-------

Splints

29105	29125	29126	29130	29131	29505	29515
-------	-------	-------	-------	-------	-------	-------

Casts

29000	29010	29015	29020	29025	29035	29040
29044	29046	29049	29055	29058	29065	29075
29085	29305	29325	29345	29355	29358	93652
29405	29425	29435	29440	29445	29450	29700
29705	29710	29715	29720	29730	29740	29750
29799						

Note: For TOB 34x, only hepatitis B vaccines and their administration, splints, casts, and antigens will be paid under OPPTS. For TOB 75x, only hepatitis B vaccines and their administration are paid under OPPTS. For bills containing condition code 07, only splints, casts and antigens will be paid under OPPTS. ❖

Source: CMS Pub 100-4 Transmittal 53, CR 3021

Italicized and/or quoted material is excerpted from the American Medical Association *Current Procedural Terminology*. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

Revenue Code Reporting Under Outpatient Prospective Payment System

The Centers for Medicare & Medicaid Services (CMS) has provided guidelines to identify proper revenue codes for the reporting of medical devices that have been granted pass-through status and for packaged services. It also removes revenue codes 0274 and 0290 from the list of revenue codes to be reported for these items. These guidelines are effective October 1, 2003.

Appropriate Revenue Codes to Report Medical Devices That Have Been Granted Pass-Through Status

Hospitals billing for implantable devices that have been granted pass-through status under the outpatient prospective payment system (OPPS) must use the appropriate HCPCS code and **one** of the following revenue codes:

0272	0275	0276	0278	0279
0280	0289	0624		

Hospital billing for implantable orthotic and prosthetic devices and implantable durable medical equipment (DME) must be reported under another revenue code such as 0278 – *other implants*.

Packaged Revenue Codes

The following revenue codes when billed under OPPS without HCPCS codes are packaged services for which no separate payment is made. However, the cost of these services is included in the transitional outpatient payment (TOP) and outlier calculations. The revenue codes for packaged services are:

0250	0251	0252	0254	0255	0257
0258	0259	0260	0262	0263	0264
0269	0270	0271	0272	0275	0276
0278	0279	0280	0289	0370	0371
0372	0379	0390	0399	0560	0569
0621	0622	0624	0630	0631	0632
0633	0637	0700	0709	0710	0719
0720	0721	0762	0810	0819	0942

Any other revenue codes that are billable on a hospital outpatient claim must contain a HCPCS code in order to assure payment under OPPS. Claim received with revenue codes that require a HCPCS code and no HCPCS code is shown on the line will be returned to the providers.

Clarification Regarding Revenue Codes 0274 and 0290

Revenue codes 0274 and 0290 are no longer acceptable revenue codes for reporting implantable orthotic and prosthetic devices and implantable DME furnished in the hospital outpatient setting by a hospital that is subject to the OPPS. When furnished by an OPPS hospital, implantable orthotic and prosthetic devices and implantable DME are subject to the OPPS and must be reported under another revenue code such as 0278 – *other implants*.

Non-implantable orthotic and prosthetic devices furnished by an OPPS hospital or any other hospital are billed to you and paid under the durable medical equipment, prosthetic orthotic and supply (DMEPOS) fee schedule, and reported under revenue code 0274 with the appropriate HCPCS code.

Non-implantable DME furnished by an OPPS hospital or any other hospital is billed to the DME regional carrier (DMERC) on Form CMS-1500 and paid under the DME-POS fee schedule.

Clarification of HCPCS Code to Revenue Code Reporting

Generally, CMS does not instruct hospitals on the assignment of HCPCS codes to revenue codes for services provided under OPPS since hospitals' assignment of cost vary. Where CMS does not provide explicit instructions, hospitals may report their charges under the revenue code that will result in the charges being assigned to the same cost center to which the cost of those services are assigned in the cost report. ❖

Source: CMS Transmittal A-03-035, CR 2614

Payment Rate for Oxaliplatin (Eloxatin™) under the Hospital Outpatient Prospective Payment System

The Centers for Medicare & Medicaid Services (CMS) has notified fiscal intermediaries that the payment rate for HCPCS code C9205, (Injection, oxaliplatin, per 5 mg), published in the *Federal Register* of January 6, 2004, is incorrect. The correct payment rate for HCPCS code C9205 is \$84.51, and the copayment amount is \$14.12. Similarly, the payment rate for ambulatory payment classification (APC) 9205 – oxaliplatin, is \$84.51; the copayment amount is also \$14.12.

The OPPS PRICER system was installed with the correct payment rate of \$84.51. Therefore, for services furnished on or after January 1, 2004, providers should continue to bill for oxaliplatin using HCPCS code C9205. Payment for oxaliplatin will be reimbursed at \$84.51 per 5 mg. ❖

Source: CMS JSM 50, Dated January 20, 2004

PROVIDER AUDIT ISSUES

Changes to Fiscal Year 2004 Hospital Inpatient Prospective Payment System

An article addressing fiscal year 2004 prospective payment system rates for inpatient and long-term care hospitals and other bill processing changes was issued in the First Quarter 2004 *Medicare A Bulletin* (pages 42-45). Since then and as indicated in that article, the Centers for Medicare & Medicaid Services (CMS) has issued corrections to some wages indices and other items published incorrectly in the August 1, 2003, *Federal Register*. Certain corrections were published in the October 6, 2003, *Federal Register*. The relevant changes are:

- **Certain wage index values** – the wage index for hospitals and nursing homes located in rural Georgia was corrected, as well as that for hospitals reclassified to Columbus, GA-AL Metropolitan Statistical Area for discharges occurring on or after November 1, 2003.
- **Hospital geographic reclassifications** – a corrected listing was provided.
- **Assignment of cases to and payment for certain diagnosis-related groups (DRGs)** – this will require claims with DRGs 104, 105, or 525 for discharges occurring on or after **October 1, 2003**, that were processed prior to November 1, 2003, to be reprocessed.
- **Add-on payments for new technology** – the maximum add-on payment for the InFUSE™ bone graft technology was corrected in the October 6, 2003, *Federal Register*; the corrected amount is \$4,450.

The updated PRICER also implements Public Law 108-89, which extended section 402(b) of Public Law 108-7. This provision requires that all hospitals paid on the basis of the national average standardized amounts are to receive the large urban standardized amount for **discharges through March 31, 2004**. This has the effect of increasing the operating standardized amounts for hospitals that are not located in large urban areas.

- The operating standardized amounts for large urban areas continue to be \$3,145.06 for the labor portion and \$1,278.78 for non-labor.
- The operating standardized amounts for hospitals located in other urban and rural areas increased to \$3,146.32 for the labor portion and \$1,278.89 for non-labor. These rates are slightly higher than those of the large urban hospitals due to the rates being prorated over the remaining five months ending March 31, 2004. ❖

Source: CMS Pub 100-20 Transmittal 16, CR 2971

Changes in Transitional Outpatient Payment for 2004

The Centers for Medicare & Medicaid Services has notified fiscal intermediaries (FIs) of changes to the hospital outpatient prospective payment system (OPPS) for services furnished during calendar years 2004 and 2005. This notification reflects changes resulting from enactment of the Medicare Prescription Drug, Improvement, and Modernization Act (DIMA) of 2003, on December 8, 2003.

As of January 1, 2004, transitional outpatient payments (TOPs) are being discontinued for all community mental health centers (CHMCs) and all hospitals except:

- rural hospitals having 100 or fewer beds,
- sole community hospitals (SCHs) (section 1886 (d) (5) (D)(iii) of the Social Security Act), which are located in rural areas, (although there will be a lag in TOPs after December 31, 2003, until the beginning of the provider's cost report period),
- cancer hospitals, and
- children's hospitals as described in sections 1886(d)(1)(B) (iii) and (v) of the Act.

The interim TOP payments for these hospitals will be calculated as 85 percent of the hold harmless amount (the amount by which the provider's charges multiplied by its payment-to-cost ratio exceeds the provider's OPPS pay-

ments.) One last interim TOP will be paid for services furnished through December 31, 2003, for CMHCs and hospitals for which TOPs will be discontinued.

FIs are responsible for permanently continuing hold harmless TOP interim payments for cancer hospitals and children's hospitals in accordance with the provisions of the Statute. Hold harmless TOPs shall continue through December 31, 2005, for rural hospitals having 100 or fewer beds, in accordance with the provisions of DIMA.

In addition, hold harmless TOPs will apply to SCHs located in rural areas, with respect to services furnished during the period that begins with the provider's first cost reporting period beginning **on or after January 1, 2004, and ends on December 31, 2005**, in accordance with the provisions of the DIMA. If a qualifying SCH has a cost reporting period that begins on a date other than January 1, 2004, TOPs and interim TOP payments will **not** be paid for services furnished after December 31, 2003, and before the beginning of provider's next cost reporting period. If a hospital qualifies as **both** a rural hospital having 100 or fewer beds and as a SCH located in a rural area, for purposes of receiving TOPs and interim TOPs, the hospital will be treated as a rural hospital having 100 or fewer beds. ❖

Source: CMS Pub 100-20 Transmittal 30, CR 3015

LOCAL MEDICAL REVIEW POLICIES

In accordance with publications specified by CMS, Medicare contractors no longer distribute full-text local medical review policies (LMRPs) to providers in hardcopy format. Providers may obtain full-text LMRPs from the provider education Web site www.floridamedicare.com. Final LMRPs, draft LMRPs available for comment, LMRP statuses, and LMRP comment/response summaries may be printed from the Part A section under Medical Policy (A).

This section of the *Medicare A Bulletin* features summaries of new and revised medical policies developed as a result of either local medical review or comprehensive data analysis initiatives. These initiatives are designed to ensure the appropriateness of medical care and to make sure that the fiscal intermediary's medical policies and review guidelines are consistent with accepted standards of medical practice.

Effective and Notice Dates

Effective dates are provided in each policy, and are based on the date services are furnished unless otherwise noted in the policy. Medicare contractors are required to offer a 45-day notice period for LMRPs; the date the LMRP is posted to the provider education Web site is considered the notice date.

Electronic Notification

To receive quick, automatic notification when new and revised LMRPs are posted to the Web site, subscribe to the FCSO *eNews* mailing list. It is very easy to do; simply sign on to the provider education Web site, <http://www.floridamedicare.com>; click on the "Join our electronic mailing list FCSO *eNews*" bar and follow the prompts.

More Information

For more information, or to obtain a hardcopy of a specific LMRP if you do not have Internet access, contact the Medical Policy department at:

Medical Policy – 19T
 First Coast Service Options, Inc.
 P.O. Box 2078
 Jacksonville, FL 32231-0048
 or call 1-904-791-8465

Medical Policy Table of Contents

Additions/Revisions to Existing Local Medical Review Policies

20974: Osteogenic Stimulation	47
29540: Strapping	47
33215: Implantation of Automatic Defibrillators	47
44388: Colonoscopy	47
70551: Magnetic Resonance Imaging of the Brain	47
76092: Screening Mammograms	47
77750: Clinical Brachytherapy	48
92235: Fluorescein Angiography	48
94799: Pulmonary Rehabilitation	48
95805: Sleep Testing	48
97001: Physical Medicine and Rehabilitation	49
A0425: Ground Ambulance Services	49
A4644: Low Osmolar Contrast Media	49
C1300: Hyperbaric Oxygen Therapy (HBO Therapy)	49
EPO: Epoetin alfa	49
G0104: Colorectal Cancer Screening	50
G0108: Diabetes Outpatient Self-Management Training	50
J0585: Botulinum Toxin Type A (Botox®)	50
J1955: Levocarnitine (Carnitor®, L-carnitine®)	50
Local Medical Review Policy Correction	50
NESP: Darbeoetin alfa (Aranesp®) (novel erythropoiesis stimulating protein [NESP]) (formerly J0880)	51
Correct Billing of Darbeoetin alfa (Aranesp®) (novel erythropoiesis stimulating protein [NESP])	51
PHPPROG: Psychiatric Partial Hospitalization Program	51
2004 HCPCS Local Medical Review Policy Changes	52

Additional Information on LMRPs

Billing for Internet Surveillance of an Implanted Cardioverter Defibrillator	53
Skin Graft Coding/Billing Issues	53

Widespread Medical Review Probes

Inpatient Rehabilitation Facility Services	54
--	----

This Bulletin Should Be Shared with All Health Care Practitioners and Managerial Members of the Provider Staff. Bulletins Are Available at no Cost from Our Provider Education Web Site at <http://www.floridamedicare.com>.

CPT five-digit codes, descriptions, and other data only are copyright 2003 American Medical Association. All Rights Reserved. No fee schedules, basic units, relative values or related listings are included in CPT. AMA does not directly or indirectly practice medicine or dispense medical services. AMA assumes no liability for data contained or not contained herein.

ICD-9-CM codes and their descriptions used in this publication are copyright© 2003 under the Uniform Copyright Convention. All Rights Reserved.

ADDITIONS/REVISIONS TO EXISTING LMRPs

20974: Osteogenic Stimulation— Addition to Policy

The local medical review policy for osteogenic stimulation – 20974 was last updated October 17, 2002. Since then, diagnosis codes 738.4, 756.12, and 996.4 have been added to the “ICD-9 Codes that Support Medical Necessity” section of this policy for *CPT code 20975*.

Effective Date

This addition is effective for services furnished **on or after December 20, 2003**. ❖

33215: Implantation of Automatic Defibrillators—Revision to Policy

The local medical review policy for implantation of automatic defibrillators – 33215 was last revised on October 1, 2003. Since then, the policy has been revised to remove *CPT codes 33240 and 33249*. HCPCS codes G0297, G0298, G0299 and G0300 have been added to the policy. Effective for services furnished on or after October 1, 2003, *CPT codes 33240 and 33249* are not recognized under the outpatient prospective payment system and claims reporting these codes will be returned to the provider.

Effective Date

These revisions are effective for services furnished **on or after October 1, 2003**. ❖

70551: Magnetic Resonance Imaging of the Brain—Addition to Policy

The local medical review policy for magnetic resonance imaging of the brain – 70551 has been revised. ICD-9-CM diagnosis code 676.60 (galactorrhea, unspecified as to episode of care or not applicable) has been added to the “ICD-9 Codes that Support Medical Necessity” section of the policy.

Effective Date

This addition is effective for services furnished **on or after December 20, 2003**. ❖

29540: Strapping—Addition to Policy

The local medical review policy for strapping – 29540 was last updated April 11, 2003. Since then, diagnosis code 959.7 (injury of ankle and foot) has been added to the “ICD-9 Codes that Support Medical Necessity” section of this policy for procedure codes 29540 and 29550.

Effective Date

This addition is effective for services furnished **on or after December 20, 2003**. ❖

44388: Colonoscopy—Revision to Policy

The local medical review policy (LMRP) for colonoscopy – 44388 was last updated on January 1, 2003. Since then, the “Indications and Limitations of Coverage and/or Medical Necessity, Coding Guidelines, and Documentation Requirements” sections of the policy have been updated as a result of CMS Transmittal AB-03-114, change request 2822, dated August 1, 2003, for “Claim Processing and Payment of Incomplete Screening Colonoscopies.” This transmittal applies to both screening and diagnostic colonoscopies.

In addition, the descriptors for ICD-9-CM codes 235.2, 564.4, 569.3, and 936 have been corrected. LMRP title was changed from “Colonoscopy” to “Diagnostic Colonoscopy”.

Effective Date

This addition is effective for services furnished **on or after January 1, 2004**. ❖

76092: Screening Mammograms— Revision to Policy

The local medical review policy (LMRP) for screening mammograms – 76092 was last updated on January 1, 2003. Since then, CMS Manual System Pub. 100.4, Medicare Claim Processing, chapter 18, section 20.4 (formerly MIM 3660.10D), instructs providers billing for the technical component of the screening mammograms to use type of bill 14x, 22x, 23x or 85x, with revenue code 403 and *CPT code 76092*. Therefore, the LMRP has been revised to reflect these billing guidelines when billing for a screening mammogram.

Effective Date

This revision is effective for services furnished **on or after January 1, 2002**. ❖

Italicized and/or quoted material is excerpted from the American Medical Association *Current Procedural Terminology*. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

Full-text for these local medical review policies is available on the provider education Web site <http://www.floridamedicare.com>.

**77750: Clinical Brachytherapy—
Revision to Policy**

The local medical review policy for clinical brachytherapy – 77750 was last revised on January 1, 2001. Since then, the policy has been updated to include additional coding guidelines as stated in Program Memorandum A-02-129. HCPCS codes G0256 and G0261 include payment for transperineal placement of needles and/or catheters into the prostate, cystourethroscopy, radioelement application implanted brachytherapy sources. Therefore the policy was revised to include these procedure codes.

HCPCS Descriptors

- G0256 Prostate brachytherapy using permanently implanted Palladium seeds, including transperitoneal placement of needles or catheters into the prostate, cystoscopy and application of permanent interstitial radiation source
- G0261 Prostate brachytherapy using permanently implanted iodine seeds, including transperineal placement of needles or catheters into the prostate, cystoscopy and application of permanent interstitial radiation source

Effective Date

These revisions are effective for services furnished **on or after January 1, 2003**.

In addition, type of bill 85x (critical access hospital) has been added to the policy, and types of bill 12x (hospital) and 71x (rural health clinic) have been removed from the policy. ❖

**92235: Fluorescein Angiography—
Revision to Policy**

The original local medical review policy (LMRP) for fluorescein angiography – 92235 was effective August 1, 2000. Since then, the policy has been updated and revised accordingly. Changes include revisions to the Coding Guidelines and Utilization Guidelines sections of the policy.

The following ICD-9-CM codes have been added to the ICD-9 Codes that Support Medical Necessity section of the policy:

115.02	115.92	130.2	135	250.52
250.53	361.2	368.11		

Effective Date

This revision is effective for services furnished **on or after March 15, 2004**. ❖

**94799: Pulmonary Rehabilitation—
Retirement of Policy**

Per the Federal Register, December 31, 2002, (Vol. 67, No. 251) (pages 79965-80184), there is no pulmonary rehabilitation benefit category in the Medicare program. Therefore, the local medical review policy (LMRP) for pulmonary rehabilitation – 94799 is being retired. HCPCS codes G0237, G0238, and G0239 were developed to provide more specificity about the services being delivered by respiratory therapists. A policy has been developed to define these services.

Effective Date

The retirement of this LMRP is effective for services furnished **on or after January 5, 2004**. ❖

95805: Sleep Testing—Revision to Policy

The local medical review policy for sleep testing – 95805 was last updated on January 1, 2003. A revision to the policy has been made as a result of CMS Transmittal 150, CR 1949.

The following revisions were made to the LMRP under the “Indications and Limitations of Coverage and/or Medical Necessity” section for sleep apnea:

- The use of CPAP devices are covered under Medicare when ordered and prescribed by the licensed treating physician to be used in adult patients with OSA if either of the following criteria using the apnea-hypopnea index (AHI) are met:
 - ◆ AHI greater than or equal to 15 events per hour, or
 - ◆ AHI greater than or equal to 5, and less than or equal to 14 events per hour with documented symptoms of excessive daytime sleepiness, impaired cognition, mood disorders or insomnia, or documented hypertension, ischemic heart disease or history of stroke.

The AHI is equal to the average number of episodes of apnea and hypopnea per hour and must be based on a

minimum of 2 hours of sleep recorded by polysomnography using actual recorded hours of sleep (i.e., the AHI may not be extrapolated or projected).

The following statement was added under the “Documentation Requirements”:

- Initial claims for CPAP devices must be supported by information contained in the medical record indicating that the patient meets Medicare’s stated coverage criteria.

Under “Other Comments” the definition of the following terms were revised as follows:

- Apnea is defined as a cessation of airflow for at least 10 seconds.
- Hypopnea is defined as an abnormal respiratory event lasting at least 10 seconds with at least a 4% oxygen desaturation.

Effective Date

This addition is effective for services furnished **on or after April 1, 2002**. ❖

Italicized and/or quoted material is excerpted from the American Medical Association Current Procedural Terminology. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

Full-text for these local medical review policies is available on the provider education Web site <http://www.floridamedicare.com>.

97001: Physical Medicine and Rehabilitation—Revision to Policy

The local medical review policy for physical medicine and rehabilitation – 97001 was last updated April 1, 2003. Since then, CMS has issued Transmittal 59, CR 2937, dated November 28, 2003, providing instructions regarding the type of signature submitted by physicians. Contractors are instructed to not deny claims on the basis of signature type submitted, with the exception of certificate of medical necessity for durable medical equipment. Therefore, the policy has been revised to remove instructions that restrict the type of signature submitted by the provider.

Effective Date

This revision is effective for services furnished **on or after January 1, 2004**. ❖

A4644: Low Osmolar Contrast Media—Retirement of Policy

The Centers for Medicare & Medicaid Services (CMS) has issued Program Memorandum A-03-019, (Change Request 2612, dated March 14, 2003) that removed all edits for HCPCS A4644, A4645, and A4646. Additionally, the transmittal stated that local edits could not be applied to the service. The outpatient prospective payment system (OPPS) does not provide separate payment for these HCPCS. Therefore, it was determined that the medical necessity criteria as outlined in the LMRP were unnecessary.

Effective Date

This policy has been retired effective for services furnished **on or after April 1, 2003**. ❖

A0425: Ground Ambulance Services—Revision to Policy

The local medical review policy for ground ambulance services – A0425 was last updated on June 30, 2003. Since then, Program Memorandum AB-03-106 (Change Request 2770, dated July 25, 2003) removed the requirement of a physician certification statement (PCS) if the transport is an emergency transport. This instruction applies to providers submitting ambulance claims to intermediaries as well as suppliers submitting ambulance claims to carriers.

The above revisions are effective for services processed **on or after August 8, 2003**.

In addition, skilled nursing facility – types of bill 22x and 23x have been removed from the policy.

Effective for claims processed **on or after October 2, 2003**, the ICD-9-CM codes are no longer used as examples to assume that the patient meets coverage requirements during routine claim processing. Therefore, the diagnoses have been removed from the “ICD-9 Codes that Support Medical Necessity” section of the policy. ❖

C1300: Hyperbaric Oxygen Therapy (HBO Therapy)—Revision to Policy

The latest revision for the local medical review policy for hyperbaric oxygen therapy (HBO therapy) – C1300 was last updated April 1, 2003. Since then, ICD-9-CM 909.2 (Late effect of radiation) has been added to the “ICD-9 Codes that Support Medical Necessity” and to the “Coding Guidelines” sections of the policy. Also, clarification has been provided in the “Indications and Limitations” and the “Coding Guidelines” sections of policy regarding acute peripheral arterial insufficiency as follows: “...and acute peripheral arterial insufficiency associated with arterial embolism and thrombosis.”

Effective Date

Implementation of this policy is effective for services furnished **on or after January 1, 2004**. ❖

EPO: Epoetin alfa—Revision to Policy

The local medical review policy (LMRP) for epoetin alfa – EPO was last updated on January 5, 2004.

The following revisions have been made to HCPCS code Q0136:

- Dual diagnosis requirements for HCPCS code Q0136 have been removed from the LMRP. The ICD-9-CM code for the appropriate anemia diagnosis is no longer required.
- ICD-9-CM codes 285.22, 285.8 and 285.9 have been removed from the LMRP.

This revision is effective for services performed **on or after January 5, 2004**.

In addition, the following revision has been made to HCPCS code Q4055 based on CMS Transmittal 18, CR 2963:

- ICD-9-CM range 280.0-285.9 has been added to the “ICD-9 Codes that Support Medical Necessity” section of the policy for HCPCS code Q4055. ICD-9-CM code 585 must be coded as secondary to the appropriate anemia diagnosis.

This revision is effective for services furnished **on or after January 1, 2004**. ❖

G0104: Colorectal Cancer Screening—Revision to Policy

The local medical review policy for colorectal cancer screening – G0104 was last updated on January 1, 2003. Since then, the “Indications and Limitations of Coverage and/or Medical Necessity, Coding Guidelines, and Documentation Requirements” sections of the policy have been updated as a result of CMS Transmittal AB-03-114, change request 2822, dated August 1, 2003, for “Claim Processing and Payment of Incomplete Screening Colonoscopies.”

Effective Date

This addition is effective for services furnished **on or after January 1, 2004.** ❖

J0585: Botulinum Toxin Type A (Botox®)—Addition to Policy

The local medical review policy (LMRP) for botulinum toxin type A (Botox®) – J0585 was last updated on March 14, 2003. Since then, ICD-9-CM code 478.79 (Other disease of larynx, not elsewhere classified [spasmodic dysphonia]) has been added to the “ICD-9 Codes that Support Medical Necessity” section of the policy for HCPCS code J0585. Spasmodic dysphonia is included in the “Indications and Limitations of Coverage and/or Medical Necessity” section of the policy; however, there was no corresponding ICD-9-CM code in the LMRP.

Effective Date

These revisions are effective for claims processed **on or after January 15, 2004.** ❖

J1955: Levocarnitine (Carnitor®, L-carnitine®)—Revision to Policy

The local medical review policy (LMRP) for levocarnitine (Carnitor®, L-carnitine®) – J1955 was effective September 29, 2003. Since then, dual diagnosis requirements for end-stage renal disease (ESRD) patients for HCPCS code J1955 have been removed from the LMRP. Therefore, ICD-9-CM codes 280.0-280.9, 285.21, 458.2, and 791.3 have been removed from the LMRP for ESRD patients.

Effective Date

This revision is effective for claims processed **on or after November 21, 2003.** ❖

G0108: Diabetes Outpatient Self-Management Training—Revision to Policy

The local medical review policy for diabetes outpatient self-management training –AG0108 was last updated April 1, 2003. Since then, CMS Transmittal 1895 (Change Request 2793, dated August 1, 2003) expands the payment for diabetic outpatient self-management training to include home health agencies, renal dialysis facilities and durable medical equipment suppliers if certified by one of the appropriate accreditation organizations. The outpatient diabetes self-management training program must be accredited as meeting approved quality standards. In addition to the American Diabetes Association (ADA), the Centers for Medicare & Medicaid Services (CMS) has approved the Indian Health Service as an accreditation organization. Facilities are instructed to forward a copy of their Certificate of Recognition received from one of the accredited organizations to the following address:

Medicare Registration – ADA
P. O. Box 2078
Jacksonville, FL 32231-2078

Effective Date

This revision is effective for services furnished **on or after January 1, 2004.**

Additionally, type of bill 12x (hospital) has been removed from the policy. ❖

Local Medical Review Policy—Correction to Policies

The following local medical review policies were published in the First Quarter 2004 *Medicare A Bulletin*. The effective date for these policies was published as claims processed on or after January 5, 2004. **The correct effective date is for services furnished on or after January 5, 2004.**

- B-Type Natriuretic Peptide [BNP] – A83880
- Biofeedback – A90901
- Epogen alfa – AEPO
- Magnetic Resonance Angiography [MRA] – A70544
- Respiratory Therapeutic Services – AG0237. ❖

NESP: Darbepoetin alfa (Aranesp®) (novel erythropoiesis stimulating protein [NESP]) (formerly J0880)—Revision to Policy

The local medical review policy (LMRP) for darbepoetin alfa (Aranesp®) – NESP was last updated on September 29, 2003.

The following revisions have been made to HCPCS code Q0137 (formerly J0880):

- Dual diagnosis requirements for HCPCS code Q0137 have been removed from the LMRP. The ICD-9-CM code for the appropriate anemia diagnosis is no longer required.
- ICD-9-CM codes 285.21, 285.22, 285.8 and 285.9 have been removed from the LMRP.

In addition, the following revision has been made to HCPCS code Q4054 based on CMS Transmittal 18, Change Request 2963:

- ICD-9-CM range 280.0-285.9 has been added to the “ICD-9-CM Codes that Support Medical Necessity” section of the policy for HCPCS code Q4054. ICD-9-CM code 585 must be coded as secondary to the appropriate anemia diagnosis.

Effective Date

This revision is effective for services furnished **on or after January 1, 2004**. ❖

Correct Billing of Darbepoetin alfa (Aranesp®) (novel erythropoiesis stimulating protein [NESP])

A local medical review policy (LMRP) was developed for darbepoetin alfa, which became effective September 29, 2003. This LMRP contains *incorrect* instructions for billing darbepoetin alfa. The LMRP is being corrected to include HCPCS code C1774 and will include the correct billing instructions.

The following instructions must be used when billing darbepoetin alfa for dates of service prior to 01/01/2004:

- HCPCS code C1774 (darbepoetin alfa, 1 mcg) must be billed for types of bill 13x, 21x, 23x, and 85x.
- HCPCS code J0880 (darbepoetin alfa, 5 mcg) must be billed for type of bill 72x.

Providers who have billed HCPCS code J0880 and received a return to provider error message should correct the procedure to C1774 or submit corrected claims for processing. ❖

PHPPROG: Psychiatric Partial Hospitalization Program—Revision to Policy

The local medical review policy (LMRP) for psychiatric partial hospitalization program – APHPPROG was last updated on August 2, 2001. Since then, CMS has issued Transmittal 59, CR 2937, dated November 28, 2003, providing instructions regarding the type of signature submitted by physicians. Contractors are instructed to not deny claims on the basis of signature type submitted, with the exception of certificate of medical necessity for durable medical equipment. Therefore, the policy has been revised to remove instructions that restrict the type of signature submitted by the provider.

Effective Date

This revision is effective for services furnished **on or after January 1, 2004**. ❖

2004 HCPCS Local Medical Review Policy Changes

Florida Medicare has revised local medical review policies (LMRPs) impacted by the 2004 Healthcare Common Procedure Coding System (HCPCS) annual update. Procedure codes have been added, revised, replaced and removed accordingly.

LMRP Title	2004 Changes
A43235 – Diagnostic and Therapeutic Esophagogastroduodenoscopy	<ul style="list-style-type: none"> Added procedure codes 43237 and 43238 Deleted type of bill code 71x
A70551 – Magnetic Resonance Imaging of the Brain	<ul style="list-style-type: none"> Added procedure codes 70557, 70558, and 70559 Added language in the “Coding Guidelines” section
A76090 – Diagnostic Mammography	<ul style="list-style-type: none"> Deleted procedure code G0236 Added procedure code 76082 Added language in the “Coding Guidelines” section
A76092 – Screening Mammograms	<ul style="list-style-type: none"> Deleted procedure code 76085 Added procedure code 76083 Added language in the “Coding Guidelines” section
A84155 – Serum Protein	<ul style="list-style-type: none"> Descriptor change for procedure codes 84155 and 84160 Deleted type of bill codes 12x, 71x and 72x Added type of bill code 85x
A97001 – Physical Medicine and Rehabilitation	<ul style="list-style-type: none"> Descriptor change for procedure code 97537
AC1300 – Hyperbaric Oxygen Therapy (HBO Therapy)	<ul style="list-style-type: none"> Deleted procedure code G0167 Removed language related to G0167 from the “Reasons for Denials” section
AG0030 – Positron Emission Tomography (PET) Scan	<ul style="list-style-type: none"> Deleted procedure code Q4078 Added procedure code A9526 Added language in the “Coding Guidelines” section
AG0245 – Peripheral Neuropathy with Loss of Protective Sensation (LOPS) in People with Diabetes	<ul style="list-style-type: none"> Descriptor change for procedure code G0247
AG0262 – Wireless Capsule Endoscopy	<ul style="list-style-type: none"> Deleted procedure code G0262 Added procedure code 91110 Changed policy identification number to A91110
AJ0151 – Adenosine (Adenocard [®] , Adenoscan [®])	<ul style="list-style-type: none"> Deleted procedure code J0151 Added procedure codes J0150 and J0152 Removed language from the “Coding Guidelines” section Changed policy identification number to AJ0150
AJ0880 – Darbepoetin alfa (Aranesp [®]) (novel erythropoiesis stimulating protein [NESP])	<ul style="list-style-type: none"> Deleted procedure codes C1774 and J0880 Added procedure codes Q0137 and Q4054 Added language in the “Coding Guidelines” section Changed policy identification number to ANESP
AJ9999 – Antineoplastic Drugs	<ul style="list-style-type: none"> Deleted procedure codes C1167, C9120 and J9180 Removed procedure code J9999 Deleted procedure code C9110 (not related to HCPCS update) Added procedure codes J9178, J9263, and J9395 to LMRP Changed policy identification number to AJ9000
AQ4053 – Pegfilgrastim (Neulasta [™])	<ul style="list-style-type: none"> Deleted procedure code Q4053 Added procedure code J2505 Changed policy identification number to AJ2505
AZEVALIN – Ibritumomab tiuxetan (Zevalin [™]) Therapy	<ul style="list-style-type: none"> Deleted procedure codes G0273 and G0274 Revised language in the “Coding Guidelines” section Added procedure codes 78804, C1082, 79403 and C1083
AQ9920 – Chronic Renal Failure Erythropoietin (EPOGEN)/AQ0136 Epoetin (PROCRIT [™])	<ul style="list-style-type: none"> Deleted procedure codes Q9920-Q9940 Added procedure code Q4055 Added language in the “Coding Guidelines” section Changed policy identification number to AEPO Changed policy name to Epoetin alfa

Italicized and/or quoted material is excerpted from the American Medical Association *Current Procedural Terminology*. CPT codes, descriptions and other data only are copyrighted 2002 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

Full-text for these local medical review policies are available on the provider education Web site <http://www.floridamedicare.com>.

ADDITIONAL INFORMATION ON LMRPs

Billing for Internet Surveillance of an Implanted Cardioverter Defibrillator Without Face-to-Face Contact

Traditional follow up of an implanted cardioverter defibrillator (ICD) is done by way of a compatible programmer in a face-to-face encounter. Intervening symptoms, event markers and device responses are evaluated and if necessary reprogramming of the device is initiated.

The Internet now provides a medium through which a physician can acquire device information from a patient's ICD without face-to-face contact. The patient may use a manufacturer's specific transmitter to send data to a central server. The physician, in turn, retrieves the data with an office computer. This information is identical to a face-to-face ICD interrogation without reprogramming.

Unless otherwise instructed in the future and until a unique CPT code(s) is established and issued for this surveillance of an ICD without face-to-face contact, Florida Medicare will reimburse for the Internet-based ICD device evaluation using one of the following CPT codes:

93741 *Electronic analysis of pacing cardioverter-defibrillator (includes interrogation, evaluation of pulse generator status, evaluation of programmable parameters at rest and during activity where applicable, using electrocardiographic recording and interpretation of recordings at rest and during*

exercise, analysis of event markers and device response); single chamber, without reprogramming
or

93743 *Electronic analysis of pacing cardioverter-defibrillator (includes interrogation, evaluation of pulse generator status, evaluation of programmable parameters at rest and during activity where applicable, using electrocardiographic recording and interpretation of recordings at rest and during exercise, analysis of event markers and device response); dual chamber, without reprogramming*

The date of the retrieval of the data from the central server by the physician will be considered the date of service for the Internet-based modality. When a physician practice purchases the Internet server based service and performs the professional service, it is appropriate to bill a global charge as the practice is incurring a practice expense. All such purchasing arrangements are subject to applicable federal self-referral regulations and antitrust guidelines. In cases where a hospital purchases the Internet server based service, the hospital would bill the technical component using modifier TC and the physician would bill the professional component by using modifier 26. ❖

Skin Graft Coding/Billing Issues

Recent billing issues have been identified with the billing of procedure codes 15000 and 15400. Some providers are billing both the 15000 and 15400 procedure codes for each wound on both the initial xenograft application and each subsequent weekly treatments where the wound is debrided and the xenograft is reapplied.

Procedure code 15000 is intended for reporting the surgical preparation or creation of a graft recipient site by excision of open wounds, burn eschar, or scar, including subcutaneous tissue, for the first 100 sq. cm. or one percent of body area of infants and children. The American Medical Association *Current Procedural Terminology (CPT)* clearly states "Use this code for initial wound preparation." It was intended that this code be used to report the "initial" creation/preparation of the graft site by excision and not for reporting subsequent debridement procedures. Subsequent procedures must be reported with the appropriate level skin debridement code(s) (11040-11042). If multiple sites are debrided, the 11040-11044 codes can be billed by appending modifier 59. In addition, *cpt Assistant* April 1999, page 10, and May 1999, page 10, clearly indicates that procedure code 15000 is for the first 100 sq. cm. (or for infants and

children one percent of body area) and should be reported for the total body surface area involved not per wound site. Procedure code 15001 should be reported for each additional 100 sq. cm., if applicable. As these codes represent total body surface area, and, are therefore not dependent upon anatomical site, it would not be appropriate to use the modifiers RT or LT.

Procedure code 15400 is intended for reporting the application of xenograft, skin; 100 sq. cm. or less. Again, the *cpt Assistant* April 2001, page 10, clearly states 15400 should be reported for the total body surface area involved and not per wound site. In addition, for the purposes of billing Medicare for the physician service, this procedure code has a 90-day global period and the provision for payment of these services has been provided for in the Medicare physician fee schedule allowance of \$326.95. As stated above, the physician may bill for the appropriate level debridement code for these weekly debridements, if applicable. However, as the outpatient hospital is providing the facility and overhead to perform this service, it would be appropriate for the facility to bill procedure code 15400 for these weekly services. ❖

WIDESPREAD MEDICAL REVIEW PROBES

Inpatient Rehabilitation Facility Services—Widespread Probe Review Referral

The Statistical and Medical Data Analysis department conducted an analysis of inpatient rehabilitation facility services. First Coast Service Options, Inc. (FCSO) has reimbursed its three stand-alone rehabilitation hospitals and twenty-six distinct part units (DPUs) approximately \$180 million during calendar year 2002. This payment exceeds the national average. While FCSO's average length of stay (LOS) per discharge was 12.75 days compared to the nation's 14 days, half of our providers have exceeded the national average LOS. In February 2002, the Centers for Medicare & Medicaid Services (CMS) clarified that fiscal intermediaries are responsible for performing medical review functions relative to inpatient rehabilitation services effective April 1, 2002. Based on all these findings, a widespread probe review has been recommended.

The Hospital Manual, Chapter 2, Section 211 contains CMS's interpretation of the inpatient rehabilitation regulation. Effective October 1, 2003, CMS moved this information to the new on-line CMS manual system, Pub 100-2, Medicare Benefit Policy, Chapter One, Section 110. The medical review staff will apply these coverage criteria when performing the recommended widespread probe. This service-specific probe review generally will not exceed evaluating a total of 100 claims amassed by requesting three to four records from each billing provider. The purpose of the review is to determine:

- If the services billed to Medicare were documented as having been performed;
- If the services were reasonable and necessary for the patient's condition; and
- If it was reasonable and necessary to furnish the care on an inpatient basis rather than in a less intensive setting.

The information obtained from the widespread probe will be evaluated in terms of the need to develop local medical review policy to further define national coverage. ❖

CRITICAL ACCESS HOSPITAL SERVICES

January 2004 Update to the Medicare Outpatient Code Editor for Non-OPPS Hospitals

The Medicare outpatient code editor (OCE) specifications (version 19.1) have been updated with the January 2004 new additions, changes, and deletions to the *Current Procedural Terminology, Fourth Edition/Healthcare Common Procedure Coding System (CPT-4/HCPCS)* codes.

This OCE (version 19.1) update is used to process bills from hospitals that are not paid under the hospital outpatient prospective payment system (OPPS). Below are the specifications to the January 2004 update to the Medicare OCE.

- The new CPT/HCPCS codes as described in Appendix A have been added to the list of valid codes for the non-OPPS OCE. Appendix A is available at: http://www.cms.hhs.gov/manuals/pm_trans/R51CP.pdf (pages 6-19).
- The CPT/HCPCS codes listed in Appendices B and C have been deleted from the non-OPPS OCE. Appendices B and C are available at: http://www.cms.hhs.gov/manuals/pm_trans/R51CP.pdf (pages 20-25).
- The codes listed in Appendix D have been added to the list of nonreportable procedures. Appendix D is available at: http://www.cms.hhs.gov/manuals/pm_trans/R51CP.pdf (pages 26-31).
- The codes listed in Appendix E, which are billable only to the DMERC (durable medical equipment regional carrier), have been added to the list of nonreportable procedures. Appendix E is available at: http://www.cms.hhs.gov/manuals/pm_trans/R51CP.pdf (pages 32-45).
- The following CPT codes have been added to the list of ambulatory surgical centers procedures and payment groups, **effective January 1, 2004:**

CPT Code	Payment Group	CPT Code	Payment Group	CPT Code	Payment Group	CPT Code	Payment Group
36555	1	36556	1	36557	2	36558	2
36560	3	36561	3	36563	3	36565	3
36566	3	36568	1	36569	1	36570	3
36571	3	36575	2	36576	2	36578	2
36580	1	36581	2	36582	3	36583	3
36584	1	36585	3	36589	1	36590	1

- The following new CPT codes have been added to the list of procedures for females only, **effective January 1, 2004:**
57425 59070 59072 59074 59076 59897
- The following HCPCS codes have been added to the list of noncovered procedures, **effective January 1, 2004:**
A9280 J7303 V5362 V5363 V5364
- HCPCS codes E0740 and E0760 have been removed from the list of noncovered procedures, **effective January 1, 2001.**
- HCPCS code G0282 has been removed from the list of noncovered procedures, **effective January 1, 2004.**
- HCPCS code G0257 has been removed from the list of nonreportable procedures, **effective January 1, 2003.** ❖

Source: CMS Pub 100-4 Transmittal 51, CR 3027

Italicized and/or quoted material is excerpted from the American Medical Association *Current Procedural Terminology*. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

Health Professional Shortage Area Incentive Payments for Physicians

Health Professional Shortage Area (HPSA) incentive payment initiative has been expanded to include professional services rendered in an optional method critical access hospital located in a rural or urban HPSA county.

In accordance with section 1833(m) of the Social Security Act, physicians who provide covered professional services in any rural or urban HPSA are entitled to an incentive payment. Physicians providing services in either rural or urban HPSAs are eligible for a ten percent incentive payment. It is not enough for the physician merely to have his/her office or primary service location in a HPSA, nor must the beneficiary reside in a HPSA, although frequently this will be the case. The key to eligibility is where the service is actually provided (place of service). For example, a physician providing a service in his/her office, the patient's home, or in a hospital, qualifies for the incentive payment as long as the specific location of the service provision is within an area designed as a HPSA. On the other hand, a physician may have an office in a HPSA but go outside the office (and the designated HPSA area) to provide the service. In this case, the physician would not be eligible for the incentive payment.

If the critical access hospital (CAH) electing the optional method (method II) is located within a HPSA, the physicians providing (outpatient) professional services in the CAH are eligible for HPSA physician incentive payments. An approved method II CAH, which is located in a HPSA county, must notify First Coast Service Options, Inc. (FCSO) **in writing**, of the HPSA **designation date**. This documentation must be sent to:

First Coast Service Options, Inc.
Medicare Registration – HPSA
P.O. Box 2078
Jacksonville, FL 32231-2078

Once the fiscal intermediary receives the HPSA documentation, an indicator will be placed on the provider file showing the effective date of the CAH's HPSA status.

CAHs selecting method II payment need to keep adequate records to pay physicians the appropriate incentive amounts for those CPT/HCPCS procedures the physicians have performed in these facilities. In addition to keeping records of which physicians perform what procedures, CAHs will have to track procedures subject to the HPSA bonus, to assure the quarterly HPSA bonus is also properly distributed.

Billing Requirements

Rural and urban HPSA incentive payment is effective for services furnished **on or after January 1, 2004**.

One of the following modifiers must be on the claim along with the physician service and revenue code 96x, 97x, or 98x:

- QB** physician providing a service in a rural HPSA
- QU** physician providing a service in an urban HPSA

The HPSA modifier can only be used with the **professional component** codes. The HPSA incentive payment will not be paid unless the professional component can be separately identified. If the professional component is not separately identified, the service will be returned as unprocessable and providers will need to re-bill the service as separate professional and technical component revenue codes.

HPSA Incentive Reimbursement for Optional Method CAHs

- The HPSA incentive payment is ten percent of the amount actually paid, not the approved amount.
- The HPSA incentive payment will not be included with each claim.
- The fiscal intermediary will create a utility file to run the paid claims for a quarterly log. From this log, providers will receive a quarterly report for each physician payment, along with the HPSA quarterly incentive payment, one month following the end of each quarter.
- The sum of the "10% of Line Reimbursement Amount" column in the report should equal the payment sent along with the report to the CAH.
- If any of the claims included on the report are adjusted, the adjustment will also be included on the report.
- If an adjustment is received after the end of the quarter, it will be included in the next quarterly report.

Billing for Anesthesia Services

When a medically necessary anesthesia service is furnished within any rural or urban HPSA by a physician, a HPSA bonus is payable at ten percent of the amount paid when CPT codes 00100 through 01999 are billed with an anesthesia modifier in revenue code 963.

Anesthesiology modifiers:

- AA** anesthesia services performed personally by anesthesiologist.
- GC** service performed, in part, by a resident under the direction of a teaching physician.
- QK** medical direction of two, three, or four concurrent anesthesia procedures involving qualified individuals
- QY** medical direction of one CRNA by an anesthesiologist.

Modifiers AA and GC result in physician payment of 80 percent of the allowed amount.

Modifiers QK and QY result in physician payment of 50 percent of the allowed amount.

Modifiers **QB or QU** are required when billing revenue code 963 for the FI to issue the additional ten percent payment per line item for physician anesthesia services furnished in a method II CAH located in a rural or urban HPSA. ❖

Source: CMS Pub 100-4 Transmittal 41, CR 2990
CMS MIM Transmittal 1898, CR 2817

Italicized and/or quoted material is excerpted from the American Medical Association *Current Procedural Terminology*. CPT codes, descriptions and other data only are copyrighted 2003 American Medical Association (or other such date of publication of CPT). All rights reserved. Applicable FARS/DFARS apply.

New Requirements for Critical Access Hospital

The Medicare Drug Improvement and Modernization Act of 2003 was signed into law on December 8, 2003, and amended the following rules and regulations affecting critical access hospitals (CAHs).

Change in Reporting Election Method

Effective January 1, 2004, a CAH must notify the fiscal intermediary of an election, or change of a previous election, at least **30 days** prior to the affected cost reporting period instead of 60 days. If a CAH chooses payment under the elective method (cost-based facility payment plus fee schedule for professional services) for a cost reporting period, that election is effective for the entire cost-reporting period to which it applies. If the CAH wishes to make a new election or change a previous election, that election must be made in writing by the CAH, to the appropriate FI, **at least 30 days** in advance of the beginning of the affected cost reporting period. Election method requests, or a change of a previous election may be sent to:

Provider Audit and Reimbursement Department
Attention: Rita Boccio
P. O. Box 4568
Jacksonville, FL 32232-5268

Increase in Bed Limitations

Effective January 1, 2004, bed limitations for state certified CAHs has been increased from 15 to **25 beds**, and may include any mix of acute or swing beds.

The states continue to certify facilities as necessary. The facility must be located in a rural area of a state that has established a Medicare rural hospital flexibility program, or must be located in a metropolitan statistical area (MSA) of such a state and be treated as being located in a rural area based on a law or regulation of the state, as described in 42 CFR 412.103. It also must be located more than a 35-mile drive from any other hospital or critical access hospital unless it is designated by the state, prior to January 1, 2006, to be a "necessary provider." In mountainous terrain or in areas with only secondary roads available, the mileage criterion is 15 miles. In addition, the facility must make available 24-hour emergency care services, provide not more than 25 beds for acute (hospital-level) inpatient care or in the case of a CAH with a swing bed agreement, swing beds used for SNF-level care. The CAH maintains a length of stay, as determined on an annual average basis, of no longer than 96 hours.

Change in Payment Methodology

Effective for cost reporting periods **beginning on or after January 1, 2004**, payment for inpatient services (types of bill 11x or 18x) of a CAH is 101 percent of the reasonable cost of providing the services, as determined under applicable Medicare principles of reimbursement.

Effective for cost reporting periods **beginning on or after January 1, 2004**, payment for outpatient CAH services under the standard method will be made for the lesser of 1) 80 percent of the **101 percent** reasonable cost of the CAH in furnishing those services, or 2) **101 percent** of the reasonable cost of the CAH in furnishing those services less applicable Part B deductible and coinsurance amounts.

Payment for Skilled Nursing Facility Level

Skilled nursing facility level services provided by a CAH are paid at 101 percent of the reasonable cost if the facility meets the following requirements:

1. The facility has been certified as a CAH by CMS.
2. The facility operates up to 25 beds for either acute (CAH) care or SNF swing bed care.
3. The facility has been granted swing-bed approval by CMS.

Clinical Diagnostic Laboratory Tests Furnished by CAHs

Payment for clinical diagnostic laboratory tests furnished by a CAH is made on a reasonable cost basis only if the patient is an outpatient of the CAH and is physically present in the CAH at the time the specimen is collected (TOB 85x). A CAH cannot seek reasonable cost reimbursement for tests provided to individuals in locations such as rural health clinic, the individual's home or a SNF. Individuals in these locations are non-patients of a CAH and their lab test would be categorized as "reference lab tests" for nonpatients (TOB 14x), and **are** paid under the clinical laboratory fee schedule. ❖

Source: CMS Pub 100-4 Transmittal 63, CR 3051
CMS Pub 100-4 Transmittal 68, CR 3052

2004 HCPCS ANNUAL UPDATE

Annual Procedure Code Update

Effective for Services Furnished on or After January 1, 2004

The Centers for Medicare & Medicaid Services (CMS) uses the Healthcare Common Procedure Coding System (HCPCS) to administer the Medicare program. The HCPCS is a collection of codes and descriptors for reporting medical procedures, supplies, products and services that may be provided to Medicare beneficiaries. The HCPCS annual update is designed to promote uniform reporting and statistical data collection of medical procedures, supplies and services.

The HCPCS is updated annually to reflect changes in the practice of medicine and provisions of the health care industry. The HCPCS annual update also contains modifiers, which are two-position codes and descriptors used to indicate a furnished or performed service that has been altered by some specific circumstance but not changed in its definition or code.

Description of HCPCS Coding Levels

Code additions, deletions and revisions may be made annually to the three levels of the HCPCS coding structure and to Category III temporary codes established for reporting new emerging technologies. These coding levels structures are:

Level I – Numeric Codes (CPT)

Level I codes include five-digit numeric codes. These codes describe various physician and laboratory procedures and are contained in the American Medical Association

(AMA) *Current Procedural Terminology* Fourth Edition (CPT®). It also includes two-digit alpha and or numeric modifiers.

Level II – Alpha Numeric (HCFA-Assigned)

Level II codes and modifiers include alphanumeric codes assigned by CMS. These codes describe various non-physician and a relatively few number of physician services. These procedure codes begin with an alpha character in the A-V range and are used for durable medical equipment (DME), ambulance services, prosthetics, orthotics, ostomy supplies, etc.

Category III Codes – New Emerging Technology Codes

During 2001, the AMA CPT Editorial Panel established a new category of CPT codes called Category III codes. These codes are a set of temporary codes intended for tracking emerging technologies. Review of emerging technology codes is made by the CPT Editorial Panel as part of its procedures to annually update CPT codes. The CPT Editorial Panel will determine if a temporary emerging technology code should be converted to a permanent existing technology Category I CPT code or if a new emerging technology code should be established. The syntax of emerging technology codes is four digits followed by the letter "T". ❖

The 2004 HCPCS Update

The 2004 HCPCS update is divided into the following major sections:

Additions

The procedure/modifier codes listed under "Modifiers and Procedure Codes Added for 2004" section are newly identified CPT/HCPCS codes and modifiers that must be used only for services furnished **on or after January 1, 2004**.

Revisions

The procedure/modifier codes listed under "Modifiers and Procedure Codes Revised for 2004" section include CPT/HCPCS codes in which the descriptor or administrative instructions have changed from 2003. When using these codes, refer to the 2004 CPT or HCPCS coding books to ensure the correct code is billed for the service furnished.

Reinstated Codes

The procedure/modifier codes listed under "Modifiers and Procedure Codes Reinstated for 2004" section include CPT/HCPCS codes that were discontinued during 2003 or for 2004; however after some reconsideration CMS has reinstated these codes for 2004.

Discontinued Procedures

The procedure codes listed under "Modifiers and Procedure Codes Discontinued for 2004" section should not be used for service dates **after December 31, 2003**. However, Medicare contractors will continue to accept claims with discontinued CPT/HCPCS codes with 2004 service dates received prior to April 1, 2004. Services provided in 2004 that are billed with discontinued CPT/HCPCS codes, will be allowed at 2003 payment rates when received between January 1, 2004, and March 31, 2004.

Effective for claims received **on or after April 1, 2004**, services furnished in 2004 billed to Medicare Part A using discontinued codes will be denied payment. Providers will be notified that a discontinued CPT/HCPCS code was submitted and a valid CPT/HCPCS code must be used.

When billing for services listed in the discontinued code section, the code(s) indicated in the "Codes to Report" column must be used. If more than one replacement code or no replacement code exists, refer to the appropriate coding book for additional guidelines.

*The 2003 HCPCS Update (continued)***A Word About Coverage**

CPT/HCPCS codes that are noncovered by Medicare due to statute are not represented on these lists. However, inclusion of a code on the lists does not necessarily constitute Medicare coverage. For example, a code may be noncovered on the basis of local medical review policy (LMRP). Diagnostic tests that are noncovered due to a LMRP are noncovered whether purchased or personally furnished.

Jurisdiction

The lists of added, revised, or discontinued *CPT/HCPCS* codes for 2004 are complete with no regard to contractor jurisdiction. The majority of procedure codes in the HCPCS are processed in Florida by the local Medicare Part A fiscal intermediary, First Coast Service Options, Inc. (FCSO). However, some *CPT/HCPCS* codes listed represent services processed by the durable medical equipment regional carrier (DMERC). The DMERC that serves Florida is Palmetto Government Benefits Administrators (<http://www.palmettogba.com>). It is the responsibility of the billing provider to submit claims to the appropriate Medicare contractor.

Use of Unlisted *CPT/HCPCS* Codes

If a *CPT/HCPCS* code cannot be found that closely relates to the actual service furnished, an “unlisted or not

otherwise classified” *CPT/HCPCS* code may be submitted with a complete narrative description of the service provided in the “Remarks” field of Form UB-92 CMS-1450 or its electronic equivalent.

Every effort should be made to locate a specific replacement code, since the use of unlisted procedure codes may result in delays in claim processing.

Reminder for EMC Billers

Unlisted or not otherwise classified *CPT/HCPCS* codes may be submitted with a brief descriptor, the required information may be indicated in the appropriate narrative record. Providers may need to contact their EMC (electronic media claims) vendors to determine if their system has this capability.

Questions or Concerns?

Providers are encouraged to refer to all available resource materials for specific *CPT/HCPCS* coding instructions and claims filing information. Medicare Part A reference materials include the *Medicare A Bulletin* and special bulletins.

However, if the information cannot be found in any of the reference materials, contact the Medicare Part A Customer Service department at (877) 602-8816. ❖

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

Grace Period Established for 2004 HCPCS Annual Update

The 2004 Healthcare Common Procedure Coding System (HCPCS) Update is effective for services provided **on or after January 1, 2004**. However, the Centers for Medicare & Medicaid Services has extended a 90-day grace period where either 2003 or 2004 HCPCS codes are accepted. This grace period applies to claims received prior to April 1, 2004, which include 2003 discontinued codes for dates of service January 1, 2004 or later. The three-month grace period also applies for discontinued HCPCS codes.

Therefore, effective January 1, 2004 through March 31, 2004, providers may use either 2003 and/or 2004 HCPCS codes. **Effective April 1, 2004, Medicare will only accept 2004 HCPCS codes.**

The January 2004 outpatient code editor (OCE) release contains the 2003 discontinued codes and the new 2004 codes. The April 2004 OCE release will contain only the 2004 codes. Claims with services furnished **on or after January 1, 2004**, received **on or after April 1 2004**, containing 2003 discontinued codes will be returned to the provider. ❖

Source: CMS Transmittal AB-03-140, CR 2896

Modifiers and Procedure Codes Added for 2004

MODIFIERS	36566	76940	A4430	E0190
UN	36568	78804	A4431	E0240
UP	36569	79403	A4432	E0247
UQ	36570	84156	A4433	E0248
UR	36571	84157	A4434	E0300
US	36575	85055	A4638	E0301
	36576	85396	A4671	E0302
	36578	87269	A4672	E0303
CPT-4 Codes	36580	87329	A4673	E0304
0001F	36581	87660	A4674	E0470
0002F	36582	88112	A4728	E0471
0003F	36583	88361	A6407	E0472
0004F	36584	89220	A6441	E0561
0005F	36585	89225	A6442	E0562
0006F	36589	89230	A6443	E0637
0007F	36590	89235	A6444	E0638
0008F	36595	89240	A6445	E0675
0009F	36596	89268	A6446	E0955
0010F	36597	89272	A6447	E0956
0011F	36838	89280	A6448	E0957
0045T	37765	89281	A6449	E0960
0046T	37766	89290	A6450	E0981
0047T	43237	89291	A6451	E0982
0048T	43238	89335	A6452	E0983
0049T	47140	89342	A6453	E0984
0050T	47141	89343	A6454	E0985
0051T	47142	89344	A6455	E0986
0052T	53500	89346	A6456	E1002
0053T	57425	89352	A6550	E1003
0054T	59070	89353	A6551	E1004
0055T	59072	89354	A7046	E1005
0056T	59074	89356	A7520	E1006
0057T	59076	90655	A7521	E1007
0058T	59897	90698	A7522	E1008
0059T	61537	90715	A7523	E1009
0060T	61540	90734	A7524	E1010
0061T	61566	91110	A7525	E1019
00529	61567	95991	A7526	E1021
01173	61863	97755	A9280	E1028
01958	61864	99601	A9525	E1029
20982	61867	99602	A9526	E1030
21685	61868		A9528	E1391
22532	63101	CMS Assigned	A9529	E1634
22533	63102	Codes	A9530	E2120
22534	63103	A0800	A9531	E2201
31632	64449	A4216	A9532	E2202
31633	64517	A4217	A9533	E2203
34805	64681	A4248	A9534	E2204
35510	65780	A4366	A9999	E2300
35512	65781	A4416	C1080	E2301
35522	65782	A4417	C1081	E2310
35525	67912	A4418	C1082	E2311
35697	68371	A4419	C1083	E2320
36555	70557	A4420	C1819	E2321
36556	70558	A4423	C2633	E2322
36557	70559	A4424	C9210	E2323
36558	75998	A4425	C9211	E2324
36560	76082	A4426	C9212	E2325
36561	76083	A4427	C9704	E2326
36563	76514	A4428	E0118	E2327
36565	76937	A4429	E0140	E2328

Modifiers and Procedure Codes Added for 2004 (continued)

E2329	E2599	G0327	J9263	P9057
E2330	G0302	G0328	J9395	P9058
E2331	G0303	G0338	L0112	P9059
E2340	G0304	G0339	L0861	P9060
E2341	G0305	G0340	L1831	Q0137
E2342	G0306	J0152	L1907	Q0182
E2343	G0307	J0215	L1951	Q4054
E2351	G0308	J0583	L1971	Q4055
E2360	G0309	J0595	L3031	T2101
E2361	G0310	J1335	L3917	T5001
E2362	G0311	J1595	L5673	T5999
E2363	G0312	J2001	L5679	V2121
E2364	G0313	J2185	L5681	V2221
E2365	G0314	J2280	L5683	V2321
E2366	G0315	J2353	L8511	V2745
E2367	G0316	J2354	L8512	V2756
E2399	G0317	J2505	L8513	V2761
E2402	G0318	J2783	L8514	V2762
E2500	G0319	J3411	L8631	V2782
E2502	G0320	J3415	L8659	V2783
E2504	G0321	J3465	P9051	V2784
E2506	G0322	J3486	P9052	V2786
E2508	G0323	J7303	P9053	V2797
E2510	G0324	J7621	P9054	
E2511	G0325	J9098	P9055	
E2512	G0326	J9178	P9056	

Modifiers and Procedure Codes Revised for 2004

MODIFIERS	0036T	26356	67916	76831
CB	0037T	26357	67917	76872
	0038T	31622	67923	78290
	0039T	31625	67924	78601
CPT-4 Codes	0040T	31628	70250	78800
0001T	0041T	31629	70260	78802
0003T	0042T	33310	70470	80055
0005T	0043T	34826	70543	83716
0006T	0044T	36400	70552	84155
0007T		36410	70553	84160
0008T	00220	37785	71270	84165
0009T	00320	38208	71552	84378
0010T	00528	38209	72127	86146
0012T	00580	43242	72130	86294
0013T	00942	43259	72133	86300
0016T	01214	43752	72156	86301
0017T	01382	44388	72157	87040
0018T	01402	44799	72158	87045
0019T	01464	45335	72194	87070
0020T	01622	45338	72198	87075
0021T	01732	45381	72270	87271
0023T	01916	45386	74170	87272
0024T	01995	50548	74175	87328
0026T	01996	58340	74183	88045
0027T	11100	61538	74185	88312
0028T	15852	61539	75860	88342
0029T	16036	61543	76355	88358
0030T	20240	63043	76360	89055
0031T	20550	63044	76362	89250
0032T	20551	63173	76370	89251
0033T	20552	64680	76394	89258
0034T	22522	64821	76775	90657
0035T	25025	67221	76802	90658

Modifiers and Procedure Codes Revised for 2003 (continued)

90693	93736	CMS Assigned Codes	E0967	L1950
90703	93788		E0972	L2405
90704	95967		E0973	L3902
90705	96155		E0974	L4350
90706	97537		E0978	L4360
90707	99024		E0990	L4386
90708	99026		E0992	L5646
90718	99027		E0995	L5648
90727	99050		E1225	L5848
90733	99292		E1226	L5984
90871	99293		E1390	L6620
90918	99294		G0279	L6675
90919	99295		G0280	L6676
90920	99296		J0880	L8658
90921	99512		J1650	M0100
90922			J7308	M0301
90923			J9130	P9017
90924			L0480	V5362
90925			L1843	V5363
92597			L1844	V5364

Procedure Codes Reinstated for 2004

CMS Assigned Codes	C1750	C1771	C1817	C1896
	C1751	C1772	C1874	C1897
	C1752	C1773	C1875	C1898
	C1713	C1776	C1876	C1899
	C1714	C1777	C1877	C2615
	C1715	C1778	C1878	C2617
	C1717	C1779	C1879	C2619
	C1721	C1780	C1880	C2620
	C1722	C1781	C1881	C2621
	C1724	C1782	C1882	C2622
	C1725	C1784	C1883	C2625
	C1726	C1785	C1885	C2626
	C1727	C1786	C1887	C2627
	C1728	C1787	C1891	C2628
	C1729	C1788	C1892	C2629
	C1730	C1789	C1893	C2630
	C1731	C1813	C1894	C2631
	C1732	C1815	C1895	
	C1733	C1816		

Procedure Codes Discontinued for 2004

CPT-4 Codes

0002T To Report, Use 34805
 0025T To Report, Use 76514
 00544 To Report, Use 00542
 47134 To Report, Use 47140
 36493 To Report, Use 36597
 36533 To Report, See 36557-36561,
 36565-36566, 36570-36571
 36530 To Report, Use 36563
 36531 To Report, See 36575-36576,
 36578, 36581-36582, 36584-
 36585
 36534 To Report, See 36575-36578,
 36581-36583, 36585
 36532 To Report, Use 36590
 36535 To Report, Use 36589
 36536 To Report, Use 36595
 36537 To Report, Use 36596
 47134 To Report, Use 47140
 61862 To Report, See 61867, 61868
 76085 To Report, See 76082, 76083
 76490 To Report, Use 76940
 89252 To Report, Use 89280-89281
 89256 To Report, Use 89352
 89256 To Report, Use 89352
 89350 To Report, Use 89220
 89355 To Report, Use 89225
 89360 To Report, Use 89230
 89365 To Report, Use 89235
 89399 To Report, Use 89240
 90659 To Report Influenza Virus
 Vaccine, Split Virus, See
 90657 or 90658
 99025
 99551 To Report, See 99601-99602
 99552 To Report, See 99601-99602
 99553 To Report, See 99601-99602
 99554 To Report, See 99601-99602
 99555 To Report, See 99601-99602
 99556 To Report, See 99601-99602
 99557 To Report, See 99601-99602
 99558 To Report, See 99601-99602
 99559 To Report, See 99601-99602
 99560 To Report, See 99601-99602
 99561 To Report, See 99601-99602
 99562 To Report, See 99601-99602
 99563 To Report, See 99601-99602
 99564 To Report, See 99601-99602
 99565 To Report, See 99601-99602
 99566 To Report, See 99601-99602
 99567 To Report, See 99601-99602
 99568 To Report, See 99601-99602
 99569 To Report, See 99601-99602

CMS Assigned Codes

A4214
 A4319
 A4323
 A4621
 A4622

A4631
 A4644
 A4645
 A4646
 A4712
 A6421
 A6422
 A6424
 A6426
 A6428
 A6430
 A6432
 A6434
 A6436
 A6438
 A6440
 A7019
 A7020
 A9518 X-Ref A9530
 C1010
 C1011
 C1015
 C1016
 C1017
 C1018
 C1020
 C1021
 C1022
 C1166
 C1167
 C1774
 C9010
 C9111
 C9116
 C9120
 C9204
 C9503
 C9711
 E0142
 E0145
 E0146
 E0943
 E0975
 E0976
 E0979
 E0991
 E0993
 E1065
 E1066
 E1069
 G0110
 G0111
 G0112
 G0113
 G0114
 G0115
 G0116
 G0167
 G0236
 G0256
 G0261

G0262
 G0272
 G0273
 G0274
 J0151
 J1910
 J2000
 J2352
 J7508
 J9180
 K0016 X-Ref E0973
 K0022 X-Ref E0982
 K0025 X-Ref E0966
 K0026
 K0027
 K0028 X-Ref E1226
 K0029
 K0030 X-Ref E0992
 K0031
 K0032
 K0033
 K0035 X-Ref E0951
 K0036 X-Ref E0952
 K0048 X-Ref E0990
 K0049 X-Ref E0995
 K0054
 K0055
 K0057
 K0058
 K0062 X-Ref E0967
 K0063 X-Ref E0967
 K0079 X-Ref E0961
 K0080 X-Ref E0974
 K0082 X-Ref E2360
 K0083 X-Ref E2361
 K0084 X-Ref E2362
 K0085 X-Ref E2363
 K0086 X-Ref E2364
 K0087 X-Ref E2365
 K0088 X-Ref E2366
 K0089 X-Ref E2367
 K0100 X-Ref E0959
 K0103 X-Ref E0972
 K0107 X-Ref E0950
 K0112
 K0113
 K0268 X-Ref E0561
 K0460 X-Ref E0983
 K0461 X-Ref E0984
 K0531 X-Ref E0562
 K0532 X-Ref E0470
 K0533 X-Ref E0471
 K0534 X-Ref E0472
 K0538 X-Ref E2402
 K0539 X-Ref A6550
 K0540 X-Ref A6551
 K0541 X-Ref E2500
 K0542
 K0543 X-Ref E2508
 K0544 X-Ref E2510
 K0545 X-Ref E2511

Procedure Codes Discontinued for 2004 (continued)

K0546	X-Ref E2512	K0611	X-Ref A4671	Q9924
K0547	X-Ref E2599	K0612	X-Ref A4672	Q9925
K0549	X-Ref E0303	K0613	X-Ref A4673	Q9926
K0550	X-Ref E0304	K0614	X-Ref A4674	Q9927
K0556	X-Ref L5673	K0615	X-Ref E2502	Q9928
K0557	X-Ref L5679	K0616	X-Ref E2504	Q9929
K0558	X-Ref L5681	K0617	X-Ref E2506	Q9930
K0559	X-Ref L5683	K0621		Q9931
K0560	X-Ref L8631	K0622		Q9932
K0581	X-Ref A4416	K0623		Q9933
K0582	X-Ref A4417	K0624		Q9934
K0583	X-Ref A4418	K0625		Q9935
K0584	X-Ref A4419	K0626		Q9936
K0585	X-Ref A4420	L1885	X-Ref E1810	Q9937
K0586	X-Ref A4423	L2102		Q9938
K0587	X-Ref A4424	L2104		Q9939
K0588	X-Ref A4425	L2122		Q9940
K0589	X-Ref A4426	L2124		V2116
K0590	X-Ref A4427	Q0086		V2117
K0591	X-Ref A4428	Q2010		V2216
K0592	X-Ref A4429	Q4052	X-Ref J2353	V2217
K0593	X-Ref A4430	Q4053	X-Ref J2505	V2316
K0594	X-Ref A4431	Q4078	X-Ref A9526	V2317
K0595	X-Ref A4432	Q9920		V2740
K0596	X-Ref A4433	Q9921		V2741
K0597	X-Ref A4434	Q9922		V2742
K0610	X-Ref E1634	Q9923		V2743

AMBULANCE SERVICE FEE SCHEDULE

2004 Ambulance Fee Schedule and Inflation Factor

Section 1834(l)(3)(A) of the Act provides the basis for updating payment limits for ambulance services. Specifically, this section provides for an update in payments for 2004 that is equal to the percentage increase in the consumer price index for all urban consumers (CPI-U), for the 12-month period ending with June of the previous year. The resulting percentage is referred to as the ambulance inflation factor (AIF). The AIF for CY 2004 is **2.1 percent**.

2004 Ambulance Fee Schedule Transition/Reasonable Cost Blend

During the transition period, the AIF is applied to both the fee schedule portion of the blended payment amount (incorporated in the ambulance fee schedule file), and to the reasonable cost portion of the blended payment amount separately for each ambulance provider. Then, these two amounts are added together to determine the total payment amount for each provider. The blending percentages used to combine these two components of the payment amounts for ambulance services for calendar year (CY) 2004 are **40 percent** of the reasonable cost and **60 percent** of the ambulance fee schedule (AFS).

The AFS rates for 2004 for Florida based on localities are provided below. Providers may calculate their payment by combining 60 percent of the appropriate fee schedule with 40 percent of their 2004 reasonable cost for the same service.

The point of pickup determines the basis for payment under the fee schedule, and the point of pickup is reported by its five-digit ZIP code. Thus, the ZIP code of the point of pickup determines both the applicable locality fee schedule amount, and whether a rural adjustment applies.

If the ambulance transport requires a second or subsequent leg, then the ZIP code of the point of pickup of the second or subsequent leg determines both the applicable fee for such leg and whether a rural adjustment applies.

Accordingly, the ZIP code of the point of pickup must be reported on every claim to determine both the correct fee schedule amount and, if applicable, any rural adjustment.

Part B coinsurance and deductible requirements apply to these services. ❖

2004 Ambulance Fee Schedule Rates

HCPCS Code	Locality 01/02	Locality 03	Locality 04	Type
A0425	5.65	5.65	5.65	
A0426	203.26	213.81	218.94	
A0427	321.83	338.69	346.65	
A0428	169.39	178.26	182.45	
A0429	271.02	285.21	291.92	
A0430	2,324.60	2,410.61	2,451.23	Urban
	3,486.91	3,615.92	3,676.84	Rural
A0431	2,702.69	2,802.69	2,849.91	Urban
	4,054.04	4,204.03	4,274.86	Rural
A0432	296.42	311.95	319.28	
A0433	465.81	490.21	501.73	
A0434	550.50	579.34	592.96	
A0435	6.78	6.78	6.78	Urban
	10.17	10.17	10.17	Rural
A0436	18.07	18.07	18.07	Urban
	27.11	27.11	27.11	Rural
Q3019	271.02	285.21	291.92	
Q3020	169.39	178.26	182.45	

Source: CMS Pub 100-4 Transmittal 56, CR 3000

OUTPATIENT REHABILITATION SERVICES

The following fee schedules are effective for outpatient rehabilitation services furnished **on or after January 1, 2004**. Inclusion or exclusion of a specific fee schedule does not represent a determination that the Medicare program either covers or does not cover that service.

CODE/MD	FEE 01/02	FEE 03	FEE 04	O/P	CODE/MD	FEE 01/02	FEE 03	FEE 04	O/P
G0101	35.64	37.24	38.37	1	92508	28.55	30.14	31.17	0
G0102	20.60	21.84	22.66	1	92526	80.12	84.97	87.84	0
G0128	4.52	4.80	5.11	1	92552	17.44	19.40	20.87	1
G0281	11.08	11.57	12.04	0	92553	26.15	29.10	31.30	1
G0283	11.08	11.57	12.04	0	92555	14.96	16.74	18.12	1
29065	83.62	89.73	95.00	1	92556	22.97	25.68	27.76	1
29075	77.29	83.05	87.96	1	92557	47.71	53.25	57.49	1
29085	82.08	87.92	92.93	1	92561	28.27	31.38	33.66	1
29105	80.32	86.02	90.96	1	92562	16.02	17.88	19.29	0
29125	60.31	64.34	67.52	1	92563	14.96	16.74	18.12	1
29126	74.10	78.66	82.19	1	92564	18.97	21.21	22.94	1
29130	37.40	39.78	42.00	1	92565	15.67	17.50	18.90	1
29131	48.21	50.96	53.10	0	92567	21.21	23.77	25.80	1
29200	53.13	56.12	58.57	1	92568	14.96	16.74	18.12	1
29220	53.11	56.61	59.70	1	92569	16.02	17.88	19.29	1
29240	59.73	63.21	66.06	1	92571	15.32	17.12	18.51	1
29260	49.39	52.38	54.78	0	92572	3.65	4.09	4.43	1
29280	50.02	53.17	55.62	0	92573	14.26	15.98	17.33	1
29345	122.85	131.88	140.04	1	92575	11.54	12.74	13.58	1
29365	109.81	118.15	125.59	1	92576	17.91	20.07	21.76	1
29405	80.06	85.94	91.09	1	92577	28.75	32.05	34.55	1
29445	142.00	152.36	162.17	1	92579	28.63	31.76	34.05	1
29505	69.70	74.15	77.59	1	92582	28.63	31.76	34.05	1
29515	61.07	64.91	68.22	1	92583	35.22	39.18	42.12	1
29520	51.84	54.57	56.43	1	92584	97.89	108.68	116.61	1
29530	51.91	55.03	57.50	1	92587	59.28	65.33	69.88	1
29540	35.89	37.97	39.91	1	92587TC	51.48	57.14	61.31	1
29550	34.87	37.14	39.29	1	9258726	7.80	8.18	8.57	1
29580	47.08	50.00	52.51	1	92588	78.00	85.13	90.60	1
29590	49.35	52.06	54.71	1	92588TC	58.08	64.56	69.38	1
64550	17.79	18.79	19.50	0	9258826	19.92	20.57	21.22	1
90804	64.38	66.48	68.69	1	92589	21.56	24.16	26.19	1
90805	70.71	72.83	75.14	1	92596	23.68	26.44	28.55	1
90806	96.54	99.40	102.46	1	92597	94.17	99.69	103.45	0
90807	102.99	106.04	109.42	1	92601	123.76	134.29	140.21	0
90808	144.34	148.67	153.36	1	92602	86.67	94.38	98.97	0
90809	149.25	153.50	158.24	1	92603	82.08	89.44	93.86	0
90810	68.84	70.96	73.25	1	92604	55.24	60.55	64.01	0
90811	77.29	79.60	82.06	1	92607	116.10	125.73	130.96	0
90812	104.30	107.59	111.06	1	92608	26.03	28.81	30.80	0
90813	109.57	112.81	116.34	1	92609	58.41	63.49	66.43	0
90814	151.27	155.82	160.67	1	92610	125.29	136.10	142.29	0
90815	155.13	159.51	164.37	1	92611	125.29	136.10	142.29	0
90845	89.69	92.22	95.10	1	92612	146.93	155.77	161.74	0
90846	93.65	96.38	99.36	1	92613	42.65	44.67	46.70	0
90847	114.32	117.69	121.34	1	92614	136.33	144.37	149.96	0
90849	32.04	32.96	33.86	1	92616	190.19	200.59	207.64	0
90853	31.33	32.20	33.07	1	94664	13.20	14.84	16.15	1
90857	35.07	36.26	37.45	1	94667	21.44	23.87	25.69	1
90901	39.57	41.73	43.25	0	94668	17.19	18.82	19.86	1
90911	92.46	97.77	101.45	0	95831	22.94	24.05	24.86	0
92506	126.67	134.66	139.59	0	95832	20.13	21.00	21.71	0
92507	60.28	63.70	65.88	0	95833	33.92	35.32	36.38	0

Outpatient Rehabilitation Services (continued)

CODE/MD	LOC 01/02	LOC 03	LOC 04	O/P	CODE/MD	LOC 01/02	LOC 03	LOC 04	O/P
95834	41.01	42.74	44.17	0	97035	12.20	12.69	13.17	0
95851	19.52	20.71	21.49	0	97036	22.58	23.67	24.47	0
95852	13.76	14.66	15.28	0	97039	11.47	11.94	12.40	0
96000	87.58	89.45	91.61	1	97110	28.59	30.12	31.63	0
96001	104.53	106.70	109.20	1	97112	28.35	29.54	30.63	0
96002	21.55	22.35	23.22	1	97113	32.45	34.31	35.97	0
96003	20.65	21.81	23.10	1	97116	24.36	25.39	26.38	0
96105	71.04	79.31	85.65	0	97124	21.67	22.48	23.19	0
96110	15.23	19.25	23.59	0	97139	15.38	16.11	16.71	0
96111	143.39	149.78	156.68	0	97140	26.19	27.27	28.30	0
96115	71.04	79.31	85.65	0	97150	17.39	18.26	19.09	0
97001	73.43	76.56	79.52	0	97504	30.35	32.02	33.60	0
97002	38.54	40.08	41.42	0	97520	27.64	28.78	29.84	0
97003	78.02	81.50	84.63	0	97530	28.68	29.93	31.04	0
97004	44.54	46.54	48.10	0	97532	24.32	25.08	25.82	0
97012	14.75	15.32	15.87	0	97533	25.38	26.22	27.00	0
97016	13.91	14.61	15.18	0	97535	29.40	30.68	31.81	0
97018	6.60	7.09	7.49	0	97537	26.81	27.73	28.55	0
97020	4.83	5.19	5.53	0	97542	27.17	28.11	28.95	0
97022	14.59	15.38	15.98	0	97601	38.34	40.64	42.67	0
97024	5.89	6.33	6.70	0	97703	24.76	26.25	27.37	0
97026	4.83	5.19	5.53	0	97750	28.35	29.54	30.63	0
97028	5.93	6.32	6.68	0	97755	34.34	35.51	36.68	1
97032	15.46	16.08	16.65	0					
97033	20.54	21.69	22.64	0					
97034	13.97	14.59	15.14	0					

O/P Indicator
 0 = Fee applicable in hospital outpatient setting
 1 = Fee not applicable in hospital outpatient setting

SURGICAL DRESSING SERVICES

The following fee schedules are effective for surgical dressing items furnished on or after January 1, 2004. Inclusion or exclusion of a specific fee schedule does not represent a determination that the Medicare program either covers or does not that cover that service.

CODE	FEE	CODE	FEE	CODE	FEE	CODE	FEE	CODE	FEE
A4462	3.29	A6216	0.05	A6246	9.92	A6430	8.76	A6501	0.00
A6010	30.96	A6217	0.00	A6247	23.78	A6432	0.00	A6502	0.00
A6011	2.28	A6219	0.95	A6248	16.24	A6434	0.00	A6503	0.00
A6021	21.02	A6220	2.58	A6251	1.99	A6436	19.08	A6504	0.00
A6022	21.02	A6222	2.13	A6252	3.25	A6438	0.00	A6505	0.00
A6023	190.30	A6223	2.42	A6253	6.34	A6440	12.69	A6506	0.00
A6024	6.19	A6224	3.61	A6254	1.21	A6441	0.67	A6507	0.00
A6154	13.93	A6229	3.61	A6255	3.03	A6442	0.17	A6508	0.00
A6196	7.35	A6231	4.66	A6257	1.53	A6443	0.29	A6509	0.00
A6197	16.44	A6232	6.88	A6258	4.30	A6444	0.56	A6510	0.00
A6199	5.29	A6233	19.19	A6259	10.94	A6445	0.32	A6511	0.00
A6200	9.50	A6234	6.54	A6266	1.92	A6446	0.41	K0620	1.14
A6201	20.80	A6235	16.82	A6402	0.12	A6447	0.67	K0621	1.88
A6202	34.88	A6236	27.25	A6403	0.43	A6448	1.16	K0622	0.67
A6203	3.35	A6237	7.91	A6407	1.88	A6449	1.75	K0623	1.40
A6204	6.23	A6238	22.79	A6410	0.39	A6450	0.00	K0624	5.82
A6207	7.34	A6240	12.24	A6411	0.00	A6451	0.00	K0625	2.93
A6209	7.48	A6241	2.57	A6421	2.09	A6452	5.91	K0626	7.13
A6210	19.92	A6242	6.07	A6422	1.17	A6453	0.61	L8110AW	43.27
A6211	29.37	A6243	12.31	A6424	2.05	A6454	0.77	L8120AW	60.96
A6212	9.70	A6244	39.28	A6426	1.88	A6455	1.39		
A6214	10.29	A6245	7.27	A6428	3.04	A6456	1.28		

ORTHOTIC/PROSTHETIC DEVICES

The following fee schedules are effective for orthotic and prosthetic devices furnished on or after January 1, 2004. Inclusion or exclusion of a specific fee schedule does not represent a determination that the Medicare program either covers or does not cover that service.

CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES
A4214	1.75	A4373	6.28	A4433	3.34	A7524	77.40	K0590	2.78
A4216	0.00	A4375	17.18	A4434	3.76	A7525	2.07	K0591	6.51
A4217AU	0.00	A4376	47.58	A4450	0.09	A7526	3.37	K0592	8.25
A4280	4.98	A4377	4.29	A4452	0.36	E0752	372.52	K0593	8.52
A4290	139.81	A4378	30.75	A4455	1.22	E0754	916.00	K0594	6.22
A4310	6.56	A4379	15.02	A4481	0.37	E0756	6767.01	K0595	3.59
A4311	12.61	A4380	37.33	A4483	0.00	E0757	4834.90	K0596	3.34
A4312	18.04	A4381	4.61	A4561	19.22	E0758	4255.80	K0597	3.76
A4313	15.74	A4382	24.62	A4562	47.78	E0759	558.88	K0618	621.62
A4314	21.50	A4383	28.19	A4622	57.27	K0112	240.86	K0619	402.87
A4315	22.43	A4384	9.62	A4623	6.55	K0113	146.91	L0100	457.97
A4316	24.14	A4385	5.10	A4625	6.93	K0137	2.42	L0110	135.11
A4319	6.33	A4387	0.00	A4626	2.71	K0138	3.43	L0112	1,132.88
A4320	5.33	A4388	4.36	A4629	4.63	K0139	3.65	L0120	22.65
A4321	0.00	A4389	6.22	A5051	2.07	K0277	4.18	L0130	163.75
A4322	2.82	A4390	9.61	A5052	1.49	K0278	6.28	L0140	56.50
A4323	8.05	A4391	7.07	A5053	1.68	K0279	8.44	L0150	94.23
A4324	2.17	A4392	8.18	A5054	1.79	K0400	4.98	L0160	134.15
A4325	1.80	A4393	9.04	A5055	1.44	K0419	17.18	L0170	567.71
A4326	10.79	A4394	2.58	A5061	3.52	K0420	47.58	L0172	115.11
A4327	42.27	A4395	0.05	A5062	2.09	K0421	4.29	L0174	206.79
A4328	9.86	A4396	40.48	A5063	2.70	K0422	30.75	L0180	281.24
A4330	7.15	A4397	4.13	A5071	6.01	K0423	15.02	L0190	423.35
A4331	3.18	A4398	13.81	A5072	2.99	K0424	37.33	L0200	388.73
A4332	0.12	A4399	12.26	A5073	2.74	K0425	4.61	L0210	40.35
A4333	2.20	A4400	41.54	A5081	3.30	K0426	24.62	L0220	92.19
A4334	4.93	A4402	1.42	A5082	10.11	K0427	28.19	L0450	152.20
A4338	12.26	A4404	1.69	A5093	1.95	K0428	9.62	L0452	0.00
A4340	31.75	A4405	3.40	A5102	22.58	K0429	5.10	L0454	280.72
A4344	16.02	A4406	5.74	A5105	34.65	K0430	6.72	L0456	805.03
A4346	19.59	A4407	8.76	A5112	34.62	K0431	4.01	L0458	721.87
A4347	17.30	A4408	9.87	A5113	4.70	K0432	4.36	L0460	812.52
A4348	27.83	A4409	6.22	A5114	8.06	K0433	6.22	L0462	1,010.64
A4351	1.81	A4410	9.04	A5119	10.85	K0434	9.61	L0464	1,203.15
A4352	5.46	A4413	5.50	A5121	6.34	K0435	7.07	L0466	309.38
A4353	6.99	A4414	4.93	A5122	12.85	K0436	6.64	L0468	387.88
A4354	10.03	A4415	6.00	A5126	1.12	K0437	9.17	L0470	552.24
A4355	7.57	A4416	2.75	A5131	13.48	K0438	2.58	L0472	346.63
A4356	45.63	A4417	3.72	A5200	11.29	K0439	0.05	L0474	486.47
A4357	9.70	A4418	1.81	A7042	169.52	K0556	570.24	L0476	860.71
A4358	6.63	A4419	1.74	A7043	23.31	K0557	475.19	L0478	1,270.02
A4359	29.01	A4420	0.00	A7501	105.03	K0558	1,066.79	L0480	1,071.88
A4361	18.37	A4422	0.12	A7502	49.91	K0559	1,066.79	L0482	1,228.76
A4362	3.39	A4423	1.86	A7503	11.33	K0560	1,813.25	L0484	1,432.71
A4363	3.93	A4424	4.75	A7504	0.67	K0581	2.75	L0486	1,419.28
A4364	2.62	A4425	3.58	A7505	4.68	K0582	3.72	L0488	812.52
A4365	11.32	A4426	2.73	A7506	0.33	K0583	1.81	L0490	228.96
A4366	12.91	A4427	2.78	A7507	2.49	K0584	1.74	L0500	113.44
A4367	7.35	A4428	6.51	A7508	2.87	K0585	0.00	L0510	230.94
A4368	0.26	A4429	8.25	A7509	1.41	K0586	1.86	L0515	246.62
A4369	2.42	A4430	8.52	A7520	47.48	K0587	4.75	L0520	338.83
A4371	3.65	A4431	6.22	A7521	47.05	K0588	3.58	L0530	311.86
A4372	4.18	A4432	3.59	A7522	45.16	K0589	2.73	L0540	336.55

2004 OUTPATIENT SERVICES FEE SCHEDULE

Orthotic/Prosthetic Devices (continued)

CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES
L0550	1,009.92	L1652	288.53	L2038	1,076.24	L2525	1,189.73	L3845	59.80
L0560	1,105.02	L1660	128.82	L2039	1,798.84	L2526	641.27	L3850	85.41
L0561	279.41	L1680	1,059.12	L2040	137.47	L2530	176.87	L3855	92.31
L0565	1,101.92	L1685	1,117.55	L2050	366.11	L2540	318.25	L3860	125.52
L0600	72.17	L1686	749.73	L2060	469.88	L2550	216.19	L3900	1,150.76
L0610	195.70	L1690	1,565.22	L2070	134.98	L2570	478.06	L3901	1,290.31
L0620	326.31	L1700	1,302.16	L2080	287.84	L2580	453.17	L3904	2,626.71
L0700	1,742.69	L1710	1,530.61	L2090	354.81	L2600	154.60	L3906	310.76
L0710	1,902.27	L1720	1,130.66	L2106	511.81	L2610	182.81	L3907	418.21
L0810	2,020.87	L1730	853.07	L2108	804.29	L2620	201.27	L3908	44.14
L0820	1,634.80	L1750	148.10	L2112	381.89	L2622	230.84	L3909	10.42
L0830	2,360.48	L1755	1,241.64	L2114	436.92	L2624	313.82	L3910	326.05
L0860	917.03	L1800	66.77	L2116	575.67	L2627	1,292.91	L3911	0.00
L0861	174.47	L1810	98.00	L2126	1,024.24	L2628	1,518.77	L3912	70.81
L0960	69.33	L1815	89.81	L2128	1,290.77	L2630	186.40	L3914	71.31
L0970	86.03	L1820	97.60	L2132	607.23	L2640	252.97	L3916	93.55
L0972	87.94	L1825	43.51	L2134	728.05	L2650	90.34	L3917	77.81
L0974	179.70	L1830	81.65	L2136	890.21	L2660	140.30	L3918	63.26
L0976	160.48	L1831	238.22	L2180	88.15	L2670	128.41	L3920	75.43
L0978	144.90	L1832	610.20	L2182	68.99	L2680	117.80	L3922	86.52
L0980	13.14	L1834	717.88	L2184	124.33	L2750	62.92	L3923	28.67
L0982	14.32	L1836	108.00	L2186	137.77	L2755	105.78	L3924	92.48
L0984	45.70	L1840	754.62	L2188	300.59	L2760	45.73	L3926	76.04
L1000	1,528.27	L1843	726.26	L2190	78.07	L2768	105.48	L3928	44.91
L1005	2,590.66	L1844	1,258.44	L2192	268.40	L2770	46.48	L3930	46.37
L1010	61.54	L1845	758.15	L2192	268.40	L2770	46.48	L3930	46.37
L1010	61.54	L1845	758.15	L2200	35.79	L2780	54.10	L3932	40.22
L1020	84.08	L1846	950.22	L2210	58.08	L2785	31.81	L3934	35.49
L1025	95.57	L1847	465.56	L2220	66.68	L2795	63.96	L3936	65.61
L1030	63.85	L1850	216.67	L2230	57.76	L2800	80.29	L3938	69.02
L1040	76.86	L1855	927.17	L2240	62.95	L2810	58.79	L3940	79.19
L1050	66.55	L1858	1,018.98	L2250	267.48	L2820	65.37	L3942	54.77
L1060	75.06	L1860	840.39	L2260	150.90	L2830	73.51	L3944	90.19
L1070	76.73	L1870	863.68	L2265	88.65	L2840	41.02	L3946	74.02
L1080	53.17	L1880	532.80	L2270	40.43	L2850	46.61	L3948	49.56
L1085	147.72	L1885	837.57	L2275	98.36	L3224	44.26	L3948	49.56
L1090	69.00	L1900	227.67	L2280	365.43	L3225	50.92	L3950	116.69
L1100	121.81	L1901	14.32	L2280	365.43	L3225	50.92	L3952	129.33
L1110	206.31	L1902	61.83	L2300	206.27	L3650	44.09	L3954	81.35
L1120	32.87	L1904	353.98	L2310	92.60	L3651	48.49	L3956	0.00
L1200	1,308.20	L1906	103.44	L2320	154.88	L3652	146.18	L3960	607.20
L1210	196.97	L1906	103.44	L2330	295.58	L3660	75.71	L3962	632.23
L1210	196.97	L1907	455.46	L2335	173.88	L3670	105.53	L3963	1,599.38
L1220	166.77	L1910	201.30	L2340	410.32	L3675	129.28	L3980	227.72
L1230	427.91	L1920	263.16	L2350	670.74	L3700	51.42	L3982	281.35
L1240	73.64	L1930	178.08	L2360	38.95	L3701	15.00	L3984	300.32
L1250	72.51	L1940	402.43	L2370	193.24	L3710	106.80	L3985	445.69
L1260	74.51	L1945	739.02	L2375	85.05	L3720	532.84	L3986	515.46
L1270	74.41	L1950	560.69	L2380	92.67	L3730	701.43	L3995	25.21
L1280	66.34	L1951	679.77	L2385	100.83	L3740	788.28	L4000	982.00
L1290	75.22	L1960	417.24	L2390	82.40	L3760	368.39	L4010	552.61
L1300	1,257.43	L1970	617.12	L2395	125.81	L3762	79.21	L4020	690.26
L1310	1,293.90	L1971	379.40	L2397	88.23	L3800	147.29	L4030	380.05
L1500	1,429.84	L1980	276.27	L2405	70.58	L3805	235.67	L4040	307.27
L1510	904.58	L1990	354.96	L2415	98.32	L3807	184.19	L4045	246.93
L1520	2,148.52	L2000	763.51	L2425	116.01	L3810	47.74	L4050	310.77
L1600	97.00	L2010	696.01	L2430	116.01	L3815	44.32	L4055	201.23
L1610	33.05	L2020	878.96	L2435	136.84	L3820	76.12	L4060	239.23
L1620	108.83	L2030	762.57	L2492	76.76	L3825	54.05	L4070	228.25
L1630	129.86	L2035	140.22	L2500	237.47	L3830	62.36	L4080	80.46
L1640	347.34	L2036	1,396.61	L2510	635.82	L3835	67.60	L4090	71.22
L1650	184.19	L2037	1,287.06	L2520	346.78	L3840	46.30	L4100	80.33

2004 OUTPATIENT SERVICES FEE SCHEDULE

Orthotic/Prosthetic Devices (continued)

CODE/MD	FEE\$	CODE/MD	FEE\$	CODE/MD	FEE\$	CODE/MD	FEE\$	CODE/MD	FEE\$
L4110	63.84	L5622	290.73	L5701	2,759.47	L5982	463.63	L6641	128.65
L4130	439.35	L5624	291.56	L5702	3,491.15	L5984	456.86	L6642	174.38
L4350	79.16	L5626	382.37	L5704	429.86	L5985	229.00	L6645	321.89
L4360	221.45	L5628	408.85	L5705	768.08	L5986	508.19	L6646	2,557.88
L4370	142.11	L5629	254.87	L5706	752.93	L5987	5,834.12	L6647	421.09
L4380	87.13	L5630	359.92	L5707	992.63	L5988	1,620.12	L6648	2638.08
L4386	128.34	L5631	352.37	L5710	299.92	L5989	2,512.10	L6650	334.20
L4392	19.06	L5632	196.66	L5711	419.18	L5990	1,471.32	L6655	65.69
L4394	13.91	L5634	243.95	L5712	351.24	L5995	0.00	L6660	73.61
L4396	135.85	L5636	204.34	L5714	360.78	L6000	1,065.57	L6665	36.94
L4398	62.51	L5637	231.68	L5716	584.51	L6010	1,185.80	L6670	40.83
L5000	424.42	L5638	403.58	L5718	730.57	L6020	1,105.57	L6672	162.06
L5010	1,025.05	L5639	899.15	L5722	771.82	L6025	6,489.90	L6675	96.31
L5020	1,740.81	L5640	512.81	L5724	1,210.50	L6050	1,523.44	L6676	111.33
L5050	1,925.65	L5642	496.87	L5726	1,395.08	L6055	2,123.28	L6680	186.07
L5060	2,215.04	L5643	1,248.22	L5728	1,908.28	L6100	1,543.47	L6682	205.72
L5100	1,929.89	L5644	473.68	L5780	918.18	L6110	1,637.12	L6684	279.54
L5105	2,786.00	L5645	639.88	L5781	3,244.95	L6120	1,907.82	L6686	631.27
L5150	2,816.26	L5646	439.41	L5782	0.00	L6130	2,076.07	L6687	462.58
L5160	3,063.19	L5647	637.93	L5785	516.13	L6200	2,187.84	L6688	459.80
L5200	2,933.44	L5648	528.00	L5790	576.63	L6205	2,920.42	L6689	550.89
L5210	1,946.04	L5649	1,913.22	L5795	1,148.09	L6250	2,292.35	L6690	600.31
L5220	2,212.03	L5650	391.51	L5810	390.45	L6300	2,987.83	L6691	277.86
L5230	3,050.83	L5651	963.10	L5811	584.89	L6310	2,579.86	L6692	448.49
L5250	4,161.05	L5652	349.64	L5812	453.35	L6320	1,409.33	L6693	2,302.41
L5270	4,142.59	L5653	466.74	L5814	3,011.95	L6350	3,141.25	L6700	416.01
L5280	4,110.86	L5654	265.96	L5816	686.13	L6360	2,825.06	L6705	244.23
L5301	2,205.98	L5655	225.39	L5818	770.15	L6370	1,690.43	L6710	276.79
L5311	3,157.72	L5656	302.37	L5822	1,365.67	L6380	979.56	L6715	274.93
L5321	3,197.63	L5658	291.59	L5824	1,229.87	L6382	1,473.72	L6720	684.17
L5331	4,074.43	L5661	488.03	L5826	2,532.66	L6384	2,038.72	L6725	331.23
L5341	4,241.50	L5665	410.63	L5828	2,264.70	L6386	322.06	L6730	545.67
L5400	1,092.15	L5666	56.14	L5830	1,521.76	L6388	352.56	L6735	238.97
L5410	335.08	L5668	90.55	L5840	2,813.74	L6400	1,860.88	L6740	339.57
L5420	1,338.40	L5670	217.61	L5845	1,453.61	L6450	2,486.10	L6745	298.10
L5430	403.56	L5671	461.14	L5846	4,396.14	L6500	2,600.97	L6750	298.99
L5450	328.31	L5672	239.14	L5847	2,560.45	L6550	3,126.41	L6755	299.75
L5460	437.40	L5673	570.24	L5848	872.06	L6570	3,510.11	L6765	316.72
L5500	1,029.99	L5674	52.97	L5850	102.59	L6580	1,340.09	L6770	300.46
L5505	1,424.51	L5675	76.82	L5855	275.68	L6582	1,213.76	L6775	335.81
L5510	1,167.56	L5676	290.61	L5910	290.45	L6584	1,903.48	L6780	375.74
L5520	1,153.27	L5677	395.42	L5920	425.51	L6586	1,781.35	L6790	362.38
L5530	1,385.19	L5678	31.84	L5925	359.29	L6588	2,340.66	L6795	1,011.61
L5535	1,359.98	L5679	475.19	L5930	2,729.72	L6590	2,223.28	L6800	812.57
L5540	1,451.53	L5680	265.80	L5940	402.27	L6600	150.43	L6805	272.86
L5560	1,558.69	L5681	1,066.79	L5950	628.99	L6605	148.53	L6806	1,311.64
L5570	1,620.49	L5682	501.55	L5960	773.13	L6610	142.64	L6807	1,056.79
L5580	1,891.80	L5683	1,066.79	L5962	508.80	L6615	153.70	L6808	902.39
L5585	2,328.18	L5684	38.60	L5964	751.06	L6616	56.95	L6809	316.73
L5590	1,927.88	L5686	40.97	L5966	957.03	L6620	245.91	L6810	154.66
L5595	3,405.87	L5688	48.99	L5968	2,947.11	L6623	685.91	L6825	911.11
L5600	3,661.14	L5690	78.47	L5970	162.88	L6625	487.36	L6830	1,086.02
L5610	1,660.39	L5692	106.56	L5972	304.23	L6628	384.18	L6835	946.03
L5611	1,292.11	L5694	145.49	L5974	186.88	L6629	117.33	L6840	690.23
L5613	2,020.16	L5695	134.31	L5975	375.98	L6630	172.84	L6845	656.02
L5614	1,368.52	L5696	148.38	L5976	449.12	L6632	60.03	L6850	595.18
L5616	1,091.69	L5697	64.38	L5978	234.04	L6635	141.25	L6855	702.79
L5617	453.76	L5698	105.28	L5979	1,829.90	L6637	301.29	L6860	534.93
L5618	240.05	L5699	189.65	L5980	2,973.47	L6638	2,028.09	L6865	292.24
L5620	222.96	L5700	2,297.79	L5981	2,402.15	L6640	267.65	L6867	781.30

2004 OUTPATIENT SERVICES FEE SCHEDULE

Orthotic/Prosthetic Devices (continued)

CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES	CODE/MD	FEES
L6868	192.27	L7364	319.57	L8440	42.05	V2115	59.33	V2320	42.02
L6870	190.62	L7366	430.47	L8460	58.51	V2116	53.18	V2321	125.76
L6872	755.30	L7367	315.73	L8465	52.16	V2117	61.31	V2410	71.91
L6873	375.16	L7368	409.30	L8470	5.35	V2118	58.81	V2430	93.62
L6875	623.33	L7900	438.92	L8480	7.38	V2121	60.72	V2500	65.18
L6880	404.39	L8000	35.28	L8485	8.92	V2200	41.11	V2501	99.29
L6881	3,315.54	L8001	101.72	L8490	106.56	V2201	44.81	V2502	122.31
L6882	2,515.01	L8002	133.81	L8500	529.27	V2202	52.73	V2503	117.02
L6890	136.40	L8015	48.61	L8501	117.55	V2203	41.48	V2510	88.98
L6895	501.79	L8020	182.84	L8507	33.97	V2204	44.98	V2511	127.85
L6900	1,431.99	L8030	264.47	L8509	88.58	V2205	49.35	V2512	151.08
L6905	1,423.85	L8035	2,971.19	L8510	204.94	V2206	60.08	V2513	126.84
L6910	1,217.55	L8040	1,960.33	L8511	0.00	V2207	50.15	V2520	83.64
L6915	613.86	L8040KM	1,862.31	L8512	0.00	V2208	50.76	V2521	145.61
L6920	5,352.12	L8040KN	784.13	L8513	0.00	V2209	55.84	V2522	141.71
L6925	7,204.87	L8041	2,362.79	L8514	0.00	V2210	71.84	V2523	120.76
L6930	5,385.31	L8041KM	2,244.64	L8600	500.79	V2211	61.26	V2530	178.86
L6935	7,316.68	L8041KN	945.11	L8603	351.71	V2212	66.66	V2531	439.11
L6940	7,036.26	L8042	2,654.81	L8606	184.62	V2213	68.36	V2623	719.88
L6945	8,597.47	L8042KM	2,522.08	L8610	513.68	V2214	73.28	V2624	48.82
L6950	7,997.69	L8042KN	1,061.92	L8612	541.78	V2215	79.29	V2625	316.22
L6955	9,578.33	L8043	2,973.40	L8613	242.57	V2216	82.23	V2626	200.62
L6960	849.86	L8043KM	2,824.71	L8614	5,353.47	V2217	75.63	V2627	1,148.63
L6965	1,571.76	L8043KN	1,189.36	L8619	6,586.07	V2218	81.12	V2628	262.62
L6970	2,057.98	L8044	3,291.97	L8630	270.19	V2219	35.71	V2700	35.13
L6975	3,187.55	L8044KM	3,127.38	L8631	1,813.25	V2220	28.96	V2710	51.42
L7010	2,929.07	L8044KN	1,316.80	L8641	293.24	V2221	77.37	V2715	9.32
L7015	4,654.51	L8045	2,061.52	L8642	240.71	V2300	53.39	V2718	22.90
L7020	2,729.03	L8045KM	1,958.44	L8658	251.57	V2301	61.92	V2730	16.91
L7025	2,753.99	L8045KN	824.61	L8659	1,564.96	V2302	67.84	V2740	11.22
L7030	4,211.28	L8046	2,123.85	L8670	446.41	V2303	56.19	V2741	8.14
L7035	2,820.41	L8046KM	2,017.66	V2020	64.64	V2304	58.81	V2742	9.23
L7040	2,260.89	L8046KN	849.53	V2100	31.41	V2305	72.12	V2743	10.27
L7045	1,296.25	L8047	1,088.47	V2101	33.10	V2306	67.26	V2744	17.54
L7170	5,968.39	L8047KM	1,034.05	V2102	46.95	V2307	66.68	V2745	9.95
L7180	6,197.98	L8047KN	435.39	V2103	27.28	V2308	71.16	V2750	20.41
L7185	5,893.87	L8300	78.10	V2104	30.21	V2309	83.24	V2755	14.75
L7186	7,093.85	L8310	120.10	V2105	36.98	V2310	91.56	V2760	12.85
L7190	6,190.58	L8320	52.46	V2106	37.53	V2311	87.20	V2762	48.35
L7191	7,412.66	L8330	52.00	V2107	39.45	V2312	76.87	V2770	16.59
L7260	1,578.30	L8400	15.20	V2108	38.26	V2313	104.92	V2780	13.40
L7261	2,873.10	L8410	17.29	V2109	43.98	V2314	114.92	V2782	52.20
L7266	1,058.68	L8415	17.19	V2110	51.33	V2315	127.59	V2783	58.88
L7272	1,833.33	L8417	60.98	V2111	45.25	V2316	119.62	V2784	38.28
L7274	4,606.18	L8420	20.10	V2112	44.65	V2317	128.74	V2786	0.00
L7360	191.36	L8430	22.10	V2113	61.69	V2318	117.64		
L7362	200.93	L8435	19.84	V2114	54.56	V2319	39.82		

CLINICAL LABORATORY SERVICES

The following fee schedules are effective for clinical laboratory services furnished **on or after January 1, 2004**. Inclusion or exclusion of a specific fee schedule does not represent a determination that the Medicare program either covers or does not cover that service.

CODE/MD	60%	62%	CODE/MD	60%	62%	CODE/MD	60%	62%
G0001	3.00	3.00	80174	24.05	24.85	81050	4.19	4.33
G0027	9.09	9.39	80176	16.26	16.80	82000	17.31	17.89
G0103	25.70	26.56	80178	9.24	9.55	82003	28.28	29.22
G0107	4.54	4.69	80182	18.93	19.56	82009	6.31	6.52
G0123	28.21	29.15	80184	16.01	16.54	82010	9.99	10.32
G0143	28.21	29.15	80185	18.52	19.14	82010QW	9.99	10.32
G0144	29.39	30.37	80186	19.23	19.87	82013	15.61	16.13
G0145	34.70	35.86	80188	23.18	23.95	82016	19.37	20.02
G0147	14.76	14.76	80190	23.41	24.19	82017	23.57	24.36
G0148	14.76	14.76	80192	23.41	24.19	82024	53.97	55.77
G0265	14.11	14.58	80194	20.39	21.07	82030	18.08	18.68
G0266	14.11	14.58	80196	9.92	10.25	82040	5.73	5.92
G0306	10.86	11.22	80197	19.17	19.81	82042	2.46	2.54
G0307	9.04	9.34	80198	19.77	20.43	82043	2.46	2.54
G0328	18.09	18.69	80200	22.52	23.27	82044	6.39	6.60
G0328QW	18.09	18.69	80201	16.66	17.22	82044QW	6.39	6.60
P2038	7.02	7.25	80202	18.93	19.56	82055	15.10	15.60
P3000	14.76	14.76	80299	19.13	19.77	82055QW	15.10	15.60
P9612	3.00	3.00	80400	45.56	47.08	82075	16.84	17.40
P9615	3.00	3.00	80402	121.46	125.51	82085	13.56	14.01
Q0111	5.96	6.16	80406	109.34	112.98	82088	56.94	58.84
Q0112	5.96	6.16	80408	175.34	181.18	82101	41.94	43.34
Q0113	7.56	7.81	80410	112.23	115.97	82103	18.77	19.40
Q0114	9.99	10.32	80412	460.50	475.85	82104	20.20	20.87
Q0115	13.83	14.29	80414	72.16	74.57	82105	23.44	24.22
78267	10.98	11.35	80415	78.08	80.68	82106	23.44	24.22
78268	94.11	97.25	80416	184.38	190.53	82108	35.60	36.79
80048	11.83	12.22	80417	61.46	63.51	82120	4.02	4.15
80051	9.80	10.13	80418	809.76	836.75	82120QW	4.02	4.15
80053	14.77	15.26	80420	100.64	103.99	82127	19.37	20.02
80061	18.72	19.34	80422	64.38	66.53	82128	19.37	20.02
80061QW	18.72	19.34	80424	66.56	68.78	82131	23.57	24.36
80069	12.13	12.53	80426	207.40	214.31	82135	23.00	23.77
80074	66.54	68.76	80428	93.16	96.27	82136	23.57	24.36
80076	11.42	11.80	80430	109.60	113.25	82139	23.57	24.36
80100	20.32	21.00	80432	177.43	183.34	82140	20.36	21.04
80101	19.24	19.88	80434	141.30	146.01	82143	9.61	9.93
80101QW	19.24	19.88	80435	143.85	148.65	82145	21.72	22.44
80102	18.51	19.13	80436	127.36	131.61	82150	9.06	9.36
80150	21.06	21.76	80438	70.41	72.76	82154	40.29	41.63
80152	25.01	25.84	80439	93.88	97.01	82157	40.90	42.26
80154	25.84	26.70	80440	81.24	83.95	82160	34.94	36.10
80156	20.34	21.02	81000	4.43	4.58	82163	28.68	29.64
80157	18.52	19.14	81001	4.43	4.58	82164	20.39	21.07
80158	24.31	25.12	81002	3.57	3.69	82172	19.80	20.46
80160	24.05	24.85	81003	3.14	3.24	82175	26.51	27.39
80162	18.55	19.17	81003QW	3.14	3.24	82180	13.81	14.27
80164	18.93	19.56	81005	3.03	3.13	82190	17.08	17.65
80166	21.66	22.38	81007	3.59	3.71	82205	16.01	16.54
80168	22.83	23.59	81007QW	3.59	3.71	82232	22.61	23.36
80170	22.90	23.66	81015	4.02	4.15	82239	23.94	24.74
80172	22.76	23.52	81020	5.15	5.32	82240	24.31	25.12
80173	20.34	21.02	81025	8.84	9.13	82247	7.02	7.25

2004 OUTPATIENT SERVICES FEE SCHEDULE

Clinical Laboratory Services Fee Schedule (continued)

CODE/MD	60%	62%	CODE/MD	60%	62%	CODE/MD	60%	62%
82248	7.02	7.25	82541	24.35	25.16	82787	4.36	4.51
82252	2.73	2.82	82542	24.35	25.16	82800	4.88	5.04
82261	23.57	24.36	82543	24.35	25.16	82803	27.04	27.94
82270	4.54	4.69	82544	24.35	25.16	82805	39.65	40.97
82273	4.54	4.69	82550	9.10	9.40	82810	12.20	12.61
82273QW	4.54	4.69	82552	18.71	19.33	82820	13.96	14.43
82274	18.09	18.69	82553	13.00	13.43	82926	7.61	7.86
82274QW	18.09	18.69	82554	13.00	13.43	82928	7.32	7.56
82286	9.62	9.94	82565	7.16	7.40	82938	24.72	25.54
82300	13.25	13.69	82570	7.23	7.47	82941	24.64	25.46
82306	41.36	42.74	82570QW	7.23	7.47	82943	19.97	20.64
82307	45.02	46.52	82575	13.20	13.64	82945	5.48	5.66
82308	37.41	38.66	82585	11.98	12.38	82946	21.06	21.76
82310	7.20	7.44	82595	9.04	9.34	82947	5.48	5.66
82330	19.09	19.73	82600	27.11	28.01	82947QW	5.48	5.66
82331	7.23	7.47	82607	21.06	21.76	82948	4.43	4.58
82340	8.43	8.71	82608	20.01	20.68	82950	6.64	6.86
82355	16.17	16.71	82615	11.41	11.79	82950QW	6.64	6.86
82360	12.22	12.63	82626	35.31	36.49	82951	17.99	18.59
82365	17.30	17.88	82627	31.07	32.11	82951QW	17.99	18.59
82370	17.51	18.09	82633	43.28	44.72	82952	5.48	5.66
82373	24.35	25.16	82634	40.90	42.26	82952QW	5.48	5.66
82374	6.83	7.06	82638	17.11	17.68	82953	6.63	6.85
82375	17.22	17.79	82646	27.81	28.74	82955	13.55	14.00
82376	7.94	8.20	82649	35.91	37.11	82960	8.12	8.39
82378	26.51	27.39	82651	36.07	37.27	82962	3.27	3.38
82379	23.57	24.36	82652	53.78	55.57	82963	30.01	31.01
82380	12.89	13.32	82654	19.11	19.75	82965	7.28	7.52
82382	24.02	24.82	82657	24.35	25.16	82975	22.13	22.87
82383	35.01	36.18	82658	24.35	25.16	82977	10.06	10.40
82384	33.28	34.39	82664	48.00	49.60	82978	19.91	20.57
82387	29.07	30.04	82666	30.01	31.01	82979	9.62	9.94
82390	15.01	15.51	82668	26.26	27.14	82980	24.31	25.12
82397	19.74	20.40	82670	39.04	40.34	82985	21.06	21.76
82415	17.70	18.29	82671	45.13	46.63	82985QW	21.06	21.76
82435	6.42	6.63	82672	30.30	31.31	83001	25.97	26.84
82436	4.55	4.70	82677	33.79	34.92	83001QW	25.97	26.84
82438	6.83	7.06	82679	34.88	36.04	83002	25.88	26.74
82441	8.38	8.66	82679QW	34.88	36.04	83002QW	25.88	26.74
82465	6.08	6.28	82690	21.99	22.72	83003	23.29	24.07
82465QW	6.08	6.28	82693	13.75	14.21	83008	23.45	24.23
82480	9.93	10.26	82696	32.95	34.05	83010	17.58	18.17
82482	8.31	8.59	82705	7.11	7.35	83012	24.02	24.82
82485	20.02	20.69	82710	22.12	22.86	83013	94.11	97.25
82486	24.35	25.16	82715	24.05	24.85	83014	10.98	11.35
82487	20.02	20.69	82725	12.08	12.48	83015	26.31	27.19
82488	20.02	20.69	82726	24.35	25.16	83018	30.68	31.70
82489	20.02	20.69	82728	19.03	19.66	83020	17.99	18.59
82491	24.35	25.16	82731	89.99	92.99	83021	24.35	25.16
82492	24.35	25.16	82735	12.62	13.04	83026	3.30	3.41
82495	28.34	29.28	82742	27.66	28.58	83030	11.56	11.95
82507	38.85	40.15	82746	20.54	21.22	83033	6.50	6.72
82520	21.17	21.88	82747	4.30	4.44	83036	13.56	14.01
82523	26.11	26.98	82757	16.89	17.45	83036QW	13.56	14.01
82523QW	26.11	26.98	82759	30.01	31.01	83045	4.88	5.04
82525	17.34	17.92	82760	15.64	16.16	83050	5.86	6.06
82528	31.45	32.50	82775	29.43	30.41	83051	10.21	10.55
82530	23.35	24.13	82776	11.71	12.10	83055	6.87	7.10
82533	22.78	23.54	82784	12.99	13.42	83060	8.12	8.39
82540	6.48	6.70	82785	23.01	23.78	83065	6.00	6.20

2004 OUTPATIENT SERVICES FEE SCHEDULE

Clinical Laboratory Services Fee Schedule (continued)

CODE/MD	60%	62%	CODE/MD	60%	62%	CODE/MD	60%	62%
83068	11.83	12.22	83864	27.82	28.75	84133	6.01	6.21
83069	5.51	5.69	83866	13.76	14.22	84134	20.38	21.06
83070	6.64	6.86	83872	8.19	8.46	84135	26.73	27.62
83071	9.61	9.93	83873	24.04	24.84	84138	26.46	27.34
83080	23.57	24.36	83874	18.04	18.64	84140	23.53	24.31
83088	41.26	42.64	83880	47.43	49.01	84143	31.89	32.95
83090	23.57	24.36	83883	19.00	19.63	84144	29.15	30.12
83150	17.30	17.88	83885	7.94	8.20	84146	27.08	27.98
83491	24.47	25.29	83887	33.09	34.19	84150	34.88	36.04
83497	18.01	18.61	83890	3.56	3.68	84152	25.70	26.56
83498	37.95	39.22	83891	3.56	3.68	84153	25.70	26.56
83499	35.22	36.39	83892	3.56	3.68	84154	25.70	26.56
83500	31.65	32.71	83893	3.56	3.68	84155	5.12	5.29
83505	33.96	35.09	83894	3.56	3.68	84156	5.12	5.29
83516	16.12	16.66	83896	3.56	3.68	84157	5.12	5.29
83518	11.85	12.25	83897	3.56	3.68	84160	7.23	7.47
83518QW	11.85	12.25	83898	23.42	24.20	84165	15.01	15.51
83519	18.88	19.51	83901	23.42	24.20	84181	23.80	24.59
83520	18.09	18.69	83902	15.17	15.68	84182	25.15	25.99
83525	15.98	16.51	83903	23.42	24.20	84202	10.67	11.03
83527	18.09	18.69	83904	23.42	24.20	84203	10.67	11.03
83528	22.22	22.96	83905	23.42	24.20	84206	18.72	19.34
83540	9.05	9.35	83906	23.42	24.20	84207	26.00	26.87
83550	12.21	12.62	83912	3.56	3.68	84210	15.17	15.68
83570	12.36	12.77	83915	15.58	16.10	84220	7.28	7.52
83582	19.80	20.46	83916	27.42	28.33	84228	7.94	8.20
83586	17.89	18.49	83918	21.19	21.90	84233	89.99	92.99
83593	36.75	37.98	83919	21.19	21.90	84234	90.64	93.66
83605	14.92	15.42	83921	21.19	21.90	84235	73.12	75.56
83605QW	14.92	15.42	83925	27.19	28.10	84238	51.09	52.79
83615	8.44	8.72	83930	9.24	9.55	84244	30.73	31.75
83625	17.88	18.48	83935	9.52	9.84	84252	17.81	18.40
83632	28.24	29.18	83937	28.73	29.69	84255	35.67	36.86
83633	7.69	7.95	83945	17.99	18.59	84260	21.19	21.90
83634	11.17	11.54	83950	89.99	92.99	84270	11.17	11.54
83655	16.91	17.47	83970	57.67	59.59	84275	10.28	10.62
83661	27.56	28.48	83986	5.00	5.17	84285	32.90	34.00
83662	26.43	27.31	83986QW	5.00	5.17	84295	6.72	6.94
83663	26.43	27.31	83992	20.54	21.22	84300	6.79	7.02
83664	26.43	27.31	84022	21.76	22.49	84302	6.79	7.02
83670	12.80	13.23	84030	7.69	7.95	84305	27.55	28.47
83690	9.62	9.94	84035	5.11	5.28	84307	21.61	22.33
83715	15.73	16.25	84060	10.32	10.66	84311	9.77	10.10
83716	17.30	17.88	84061	11.06	11.43	84315	3.50	3.62
83718	11.44	11.82	84066	13.50	13.95	84375	12.22	12.63
83718QW	11.44	11.82	84075	7.23	7.47	84376	7.69	7.95
83719	16.26	16.80	84078	10.20	10.54	84377	7.69	7.95
83721	13.33	13.77	84080	20.66	21.35	84378	11.17	11.54
83727	24.02	24.82	84081	23.09	23.86	84379	11.17	11.54
83735	9.36	9.67	84085	9.42	9.73	84392	6.64	6.86
83775	10.30	10.64	84087	11.31	11.69	84402	35.57	36.76
83785	34.36	35.51	84100	6.63	6.85	84403	36.08	37.28
83788	24.35	25.16	84105	6.50	6.72	84425	12.22	12.63
83789	24.35	25.16	84106	5.99	6.19	84430	16.26	16.80
83805	24.63	25.45	84110	11.80	12.19	84432	22.44	23.19
83825	22.72	23.48	84119	12.03	12.43	84436	9.61	9.93
83835	23.67	24.46	84120	20.55	21.24	84437	7.94	8.20
83840	22.81	23.57	84126	35.59	36.78	84439	12.60	13.02
83857	15.01	15.51	84127	16.28	16.82	84442	20.66	21.35
83858	18.72	19.34	84132	6.42	6.63	84443	23.47	24.25

2004 OUTPATIENT SERVICES FEE SCHEDULE

Clinical Laboratory Services Fee Schedule (continued)

CODE/MD	60%	62%	CODE/MD	60%	62%	CODE/MD	60%	62%
84445	24.31	25.12	85048	3.55	3.67	85549	26.21	27.08
84446	19.81	20.47	85049	6.25	6.46	85555	9.34	9.65
84449	21.05	21.75	85055	5.86	6.06	85557	18.66	19.28
84450	7.22	7.46	85130	16.62	17.17	85576	30.01	31.01
84460	7.40	7.65	85170	5.05	5.22	85597	25.12	25.96
84460QW	7.40	7.65	85175	6.35	6.56	85610	5.49	5.67
84466	17.84	18.43	85210	8.12	8.39	85610QW	5.49	5.67
84478	8.04	8.31	85220	24.66	25.48	85611	5.51	5.69
84478QW	8.04	8.31	85230	25.02	25.85	85612	13.37	13.82
84479	9.04	9.34	85240	25.02	25.85	85613	13.37	13.82
84480	19.81	20.47	85244	28.53	29.48	85635	13.76	14.22
84481	21.97	22.70	85245	32.06	33.13	85651	4.96	5.13
84482	21.97	22.70	85246	32.06	33.13	85652	3.77	3.90
84484	13.75	14.21	85247	32.06	33.13	85660	7.71	7.97
84485	10.01	10.34	85250	26.60	27.49	85670	8.07	8.34
84488	10.01	10.34	85260	25.02	25.85	85675	6.50	6.72
84490	10.01	10.34	85270	25.02	25.85	85705	11.17	11.54
84510	12.22	12.63	85280	27.04	27.94	85730	8.38	8.66
84512	7.58	7.83	85290	22.83	23.59	85732	9.04	9.34
84520	5.51	5.69	85291	12.42	12.83	85810	16.32	16.86
84525	4.02	4.15	85292	7.28	7.52	86000	9.75	10.08
84540	6.64	6.86	85293	7.28	7.52	86001	7.30	7.54
84545	9.23	9.54	85300	8.12	8.39	86003	7.30	7.54
84550	6.31	6.52	85301	15.11	15.61	86005	11.14	11.51
84560	6.64	6.86	85302	16.80	17.36	86021	21.03	21.73
84577	17.43	18.01	85303	19.32	19.96	86022	25.66	26.52
84578	4.54	4.69	85305	16.20	16.74	86023	17.40	17.98
84580	9.92	10.25	85306	21.41	22.12	86038	16.89	17.45
84583	7.02	7.25	85307	21.41	22.12	86039	15.60	16.12
84585	21.66	22.38	85335	17.99	18.59	86060	10.20	10.54
84586	26.81	27.70	85337	14.56	15.05	86063	8.07	8.34
84588	47.43	49.01	85345	6.01	6.21	86140	7.23	7.47
84590	16.20	16.74	85347	5.95	6.15	86141	18.09	18.69
84591	16.20	16.74	85348	5.20	5.37	86146	23.12	23.89
84597	9.77	10.10	85360	11.17	11.54	86147	23.12	23.89
84600	22.45	23.20	85362	9.62	9.94	86148	22.44	23.19
84620	16.55	17.10	85366	12.03	12.43	86155	22.33	23.07
84630	15.91	16.44	85370	14.83	15.32	86156	9.36	9.67
84681	26.81	27.70	85378	9.97	10.30	86157	11.27	11.65
84702	21.03	21.73	85379	14.22	14.69	86160	16.78	17.34
84703	10.49	10.84	85380	14.22	14.69	86161	16.78	17.34
84703QW	10.49	10.84	85384	11.87	12.27	86162	28.39	29.34
84830	14.02	14.49	85385	11.87	12.27	86171	14.00	14.47
85002	6.29	6.50	85390	6.63	6.85	86185	12.50	12.92
85004	9.04	9.34	85400	12.36	12.77	86215	18.51	19.13
85007	4.81	4.97	85410	10.77	11.13	86225	19.20	19.84
85008	4.81	4.97	85415	13.25	13.69	86226	16.92	17.48
85009	5.19	5.36	85420	9.13	9.43	86235	25.06	25.90
85013	3.31	3.42	85421	14.23	14.70	86243	28.68	29.64
85014	3.31	3.42	85441	5.88	6.08	86255	16.84	17.40
85014QW	3.31	3.42	85445	9.52	9.84	86256	16.84	17.40
85018	3.31	3.42	85460	10.81	11.17	86277	21.99	22.72
85018QW	3.31	3.42	85461	9.26	9.57	86280	11.44	11.82
85025	10.86	11.22	85475	12.40	12.81	86294	27.41	28.32
85027	9.04	9.34	85520	13.25	13.69	86294QW	27.41	28.32
85032	6.01	6.21	85525	13.25	13.69	86300	28.50	29.45
85041	4.20	4.34	85530	13.25	13.69	86301	28.50	29.45
85044	6.01	6.21	85536	9.04	9.34	86304	28.50	29.45
85045	5.59	5.78	85540	12.02	12.42	86308	7.23	7.47
85046	7.80	8.06	85547	12.02	12.42	86308QW	7.23	7.47

2004 OUTPATIENT SERVICES FEE SCHEDULE

Clinical Laboratory Services Fee Schedule (continued)

CODE/MD	60%	62%	CODE/MD	60%	62%	CODE/MD	60%	62%
86309	9.04	9.34	86658	18.20	18.81	86803	19.94	20.60
86310	10.30	10.64	86663	18.33	18.94	86804	21.64	22.36
86316	28.50	29.45	86664	21.38	22.09	86805	73.05	75.49
86317	20.95	21.65	86665	25.35	26.20	86806	66.49	68.71
86318	18.09	18.69	86666	8.11	8.38	86807	55.29	57.13
86318QW	18.09	18.69	86668	14.53	15.01	86808	41.47	42.85
86320	31.32	32.36	86671	17.13	17.70	86812	36.06	37.26
86325	31.24	32.28	86674	19.64	20.29	86813	81.02	83.72
86327	31.70	32.76	86677	20.28	20.96	86816	38.92	40.22
86329	19.62	20.27	86682	18.17	18.78	86817	89.95	92.95
86331	16.75	17.31	86684	22.14	22.88	86821	78.88	81.51
86332	34.05	35.19	86687	11.72	12.11	86822	51.07	52.77
86334	31.21	32.25	86688	19.57	20.22	86880	7.50	7.75
86336	21.77	22.50	86689	27.05	27.95	86885	7.99	8.26
86337	29.92	30.92	86692	23.98	24.78	86886	7.23	7.47
86340	21.06	21.76	86694	20.11	20.78	86900	4.17	4.31
86341	27.65	28.57	86695	18.43	19.04	86903	8.46	8.74
86343	17.41	17.99	86696	27.05	27.95	86904	13.28	13.72
86344	11.16	11.53	86698	17.46	18.04	86905	5.34	5.52
86353	68.49	70.77	86701	12.41	12.82	86906	10.83	11.19
86359	4.47	4.62	86701QW	12.41	12.82	86940	11.46	11.84
86360	9.77	10.10	86702	18.88	19.51	86941	13.27	13.71
86361	5.86	6.06	86703	19.17	19.81	87001	18.47	19.09
86376	20.33	21.01	86704	16.84	17.40	87003	23.52	24.30
86378	27.51	28.43	86705	16.44	16.99	87015	9.33	9.64
86382	23.62	24.41	86706	15.01	15.51	87040	14.42	14.90
86384	15.91	16.44	86707	16.16	16.70	87045	13.18	13.62
86403	14.24	14.71	86708	17.31	17.89	87046	13.18	13.62
86406	14.87	15.37	86709	15.73	16.25	87070	12.03	12.43
86430	7.93	8.19	86710	18.94	19.57	87071	13.18	13.62
86431	7.93	8.19	86713	21.39	22.10	87073	13.18	13.62
86590	12.22	12.63	86717	17.12	17.69	87075	13.22	13.66
86592	5.96	6.16	86720	18.43	19.04	87076	11.29	11.67
86593	6.16	6.37	86723	18.43	19.04	87077	11.29	11.67
86602	8.11	8.38	86727	17.98	18.58	87077QW	11.29	11.67
86603	17.98	18.58	86729	16.69	17.25	87081	9.26	9.57
86606	21.03	21.73	86732	18.43	19.04	87084	12.03	12.43
86609	18.00	18.60	86735	18.23	18.84	87086	11.28	11.66
86611	8.11	8.38	86738	18.51	19.13	87088	11.31	11.69
86612	18.03	18.63	86741	18.43	19.04	87101	10.77	11.13
86615	18.43	19.04	86744	18.43	19.04	87102	11.74	12.13
86617	21.64	22.36	86747	21.00	21.70	87103	12.60	13.02
86618	21.05	21.75	86750	13.00	13.43	87106	14.42	14.90
86618QW	21.05	21.75	86753	17.32	17.90	87107	14.42	14.90
86619	18.69	19.31	86756	18.01	18.61	87109	21.50	22.22
86622	12.48	12.90	86757	27.05	27.95	87110	23.73	24.52
86625	18.33	18.94	86759	18.43	19.04	87116	15.10	15.60
86628	11.31	11.69	86762	20.11	20.78	87118	15.29	15.80
86631	16.52	17.07	86765	18.00	18.60	87140	7.79	8.05
86632	17.74	18.33	86768	16.26	16.80	87143	17.51	18.09
86635	16.03	16.56	86771	18.33	18.94	87147	7.23	7.47
86638	16.94	17.50	86774	20.68	21.37	87149	17.79	18.38
86641	15.86	16.39	86777	20.11	20.78	87152	7.31	7.55
86644	20.11	20.78	86778	20.12	20.79	87158	7.31	7.55
86645	23.54	24.32	86781	18.50	19.12	87164	15.01	15.51
86648	21.25	21.96	86784	11.31	11.69	87166	15.78	16.31
86651	18.43	19.04	86787	18.00	18.60	87168	5.96	6.16
86652	18.43	19.04	86790	18.00	18.60	87169	5.96	6.16
86653	18.43	19.04	86793	18.33	18.94	87172	5.96	6.16
86654	18.43	19.04	86800	22.22	22.96	87176	8.22	8.49

2004 OUTPATIENT SERVICES FEE SCHEDULE

Clinical Laboratory Services Fee Schedule (continued)

CODE/MD	60%	62%	CODE/MD	60%	62%	CODE/MD	60%	62%
87177	12.43	12.84	87391	15.61	16.13	87557	59.85	61.85
87181	1.17	1.21	87400	16.76	17.32	87560	17.79	18.38
87184	9.63	9.95	87420	16.76	17.32	87561	41.65	43.04
87185	1.17	1.21	87425	16.76	17.32	87562	59.85	61.85
87186	12.08	12.48	87427	16.76	17.32	87580	17.79	18.38
87187	14.48	14.96	87430	16.76	17.32	87581	41.65	43.04
87188	8.12	8.39	87449	16.76	17.32	87582	58.33	60.27
87190	7.90	8.16	87449QW	16.76	17.32	87590	17.79	18.38
87197	20.99	21.69	87450	13.39	13.84	87591	41.65	43.04
87205	5.96	6.16	87451	13.39	13.84	87592	59.85	61.85
87206	7.50	7.75	87470	17.79	18.38	87620	17.79	18.38
87207	8.37	8.65	87471	41.65	43.04	87621	41.65	43.04
87210	5.96	6.16	87472	59.85	61.85	87622	58.33	60.27
87210QW	5.96	6.16	87475	17.79	18.38	87650	17.79	18.38
87220	5.96	6.16	87476	41.65	43.04	87651	41.65	43.04
87230	27.59	28.51	87477	59.85	61.85	87652	58.33	60.27
87250	27.32	28.23	87480	17.79	18.38	87660	17.79	18.38
87252	36.42	37.63	87481	41.65	43.04	87797	17.79	18.38
87253	28.22	29.16	87482	58.33	60.27	87798	41.65	43.04
87254	27.32	28.23	87485	17.79	18.38	87799	59.85	61.85
87255	47.31	48.89	87486	41.65	43.04	87800	35.58	36.77
87260	16.76	17.32	87487	59.85	61.85	87801	83.30	86.08
87265	16.76	17.32	87490	17.79	18.38	87802	16.76	17.32
87267	16.76	17.32	87491	41.65	43.04	87803	16.76	17.32
87269	16.76	17.32	87492	48.84	50.47	87804	16.76	17.32
87270	16.76	17.32	87495	17.79	18.38	87804QW	16.76	17.32
87271	16.76	17.32	87496	41.65	43.04	87810	16.76	17.32
87272	16.76	17.32	87497	59.85	61.85	87850	16.76	17.32
87273	16.76	17.32	87510	17.79	18.38	87880	16.76	17.32
87274	16.76	17.32	87511	41.65	43.04	87880QW	16.76	17.32
87275	16.76	17.32	87512	58.33	60.27	87899	16.76	17.32
87276	16.76	17.32	87515	17.79	18.38	87899QW	16.76	17.32
87277	16.76	17.32	87516	41.65	43.04	87901	359.69	371.68
87278	16.76	17.32	87517	59.85	61.85	87902	359.69	371.68
87279	16.76	17.32	87520	17.79	18.38	87903	682.72	705.48
87280	16.76	17.32	87521	41.65	43.04	87904	36.42	37.63
87281	16.76	17.32	87522	59.85	61.85	88130	21.02	21.72
87283	16.76	17.32	87525	17.79	18.38	88140	11.17	11.54
87285	16.76	17.32	87526	41.65	43.04	88142	28.21	29.15
87290	16.76	17.32	87527	58.33	60.27	88143	28.21	29.15
87299	16.76	17.32	87528	17.79	18.38	88147	14.76	14.76
87300	16.76	17.32	87529	41.65	43.04	88148	14.76	14.76
87301	16.76	17.32	87530	59.85	61.85	88150	14.76	14.76
87320	16.76	17.32	87531	17.79	18.38	88152	14.76	14.76
87324	16.76	17.32	87532	41.65	43.04	88153	14.76	14.76
87327	16.76	17.32	87533	58.33	60.27	88154	14.76	14.76
87328	16.76	17.32	87534	17.79	18.38	88155	8.37	8.65
87329	16.76	17.32	87535	41.65	43.04	88164	14.76	14.76
87332	16.76	17.32	87536	98.47	101.75	88165	14.76	14.76
87335	16.76	17.32	87537	17.79	18.38	88166	14.76	14.76
87336	16.76	17.32	87538	41.65	43.04	88167	14.76	14.76
87337	16.76	17.32	87539	59.85	61.85	88174	29.39	30.37
87338	17.19	17.76	87540	17.79	18.38	88175	34.70	35.86
87339	16.76	17.32	87541	41.65	43.04	88230	162.77	168.20
87340	14.43	14.91	87542	58.33	60.27	88233	196.63	203.18
87341	14.43	14.91	87550	17.79	18.38	88235	205.74	212.60
87350	16.10	16.64	87551	41.65	43.04	88237	176.47	182.35
87380	22.94	23.70	87552	59.85	61.85	88239	206.12	212.99
87385	16.76	17.32	87555	17.79	18.38	88240	14.11	14.58
87390	15.61	16.13	87556	41.65	43.04	88241	14.11	14.58

2004 OUTPATIENT SERVICES FEE SCHEDULE

Clinical Laboratory Services Fee Schedule (continued)

CODE/MD	60%	62%	CODE/MD	60%	62%	CODE/MD	60%	62%
88245	190.23	196.57	88280	35.07	36.24	89225	4.67	4.83
88248	241.96	250.03	88283	95.84	99.03	89235	7.69	7.95
88249	241.96	250.03	88285	26.54	27.42	89300	12.45	12.87
88261	246.93	255.16	88289	40.56	41.91	89300QW	12.45	12.87
88262	174.14	179.94	88371	31.05	32.09	89310	12.03	12.43
88263	190.23	196.57	88372	31.79	32.85	89320	16.84	17.40
88264	174.14	179.94	88400	7.02	7.25	89321	16.84	17.40
88267	251.17	259.54	89050	6.61	6.83	89325	14.91	15.41
88269	190.23	196.57	89051	7.70	7.96	89329	29.30	30.28
88271	20.22	20.89	89055	5.96	6.16	89330	13.83	14.29
88272	35.39	36.57	89060	9.99	10.32	89355	4.67	4.83
88273	44.89	46.39	89125	6.03	6.23	89365	7.69	7.95
88274	48.63	50.25	89160	5.15	5.32			
88275	56.11	57.98	89190	6.64	6.86			

MAMMOGRAPHY SERVICES

The following fee schedules are effective for mammography services furnished **on or after January 1, 2004**. Inclusion or exclusion of a specific fee schedule does not represent a determination that the Medicare program either covers or does not cover that service.

CODE/MD	LOC 01/02	LOC 03	LOC 04
G0202TC	93.74	101.98	106.82
G0204TC	92.32	100.46	105.25
G0206TC	74.19	80.79	84.72
76082TC	14.96	16.25	17.00
76083TC	14.96	16.25	17.00
76090TC	14.96	16.25	17.00
76091TC	49.58	54.47	57.73
76092TC	46.76	51.43	54.58

SKILLED NURSING FACILITY SERVICES

The following fee schedules are effective for radiology, other diagnostic and other skilled nursing facility services furnished **on or after January 1, 2004**. Inclusion or exclusion of a specific fee schedule does not represent a determination that the Medicare program either covers or does not cover that service.

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
G0106TC	85.27	93.83	99.63	1	36530	392.23	415.30	438.86	0
G0117	42.83	45.13	46.73	0	36531	319.93	338.89	357.74	0
G0118	25.19	26.78	27.76	0	36532	195.61	207.63	220.70	0
G0120TC	85.27	93.83	99.63	1	36533	698.44	745.88	779.24	0
G0124	22.51	23.19	23.88	0	36534	166.30	174.65	183.28	0
G0130TC	30.98	34.13	36.29	1	36535	194.43	206.75	217.22	0
Q0091	37.60	39.57	40.84	0	36550	31.29	39.55	48.46	9
Q0092	11.78	12.83	13.46	3	36823	1242.32	1319.07	1402.65	0
33967	262.15	273.75	286.54	0	37195	307.17	337.86	358.58	5
33968	35.81	37.98	40.45	0	62252TC	40.15	43.53	45.39	1
36260	592.53	629.29	668.45	0	70010TC	163.71	179.66	190.18	1
36261	360.80	382.33	403.67	0	70015TC	51.82	57.04	60.59	1
36262	272.18	289.76	307.35	0	70030TC	15.43	16.92	17.90	1
36489	241.48	254.35	263.17	0	70100TC	19.31	21.10	22.22	1
36491	87.46	92.59	97.98	0	70110TC	23.79	26.24	27.94	1

2004 OUTPATIENT SERVICES FEE SCHEDULE

Skilled Nursing Facility Service Fee Schedule (continued)

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
70120TC	23.79	26.24	27.94	1	71023TC	30.27	33.37	35.51	1
70130TC	30.27	33.37	35.51	1	71030TC	30.27	33.37	35.51	1
70134TC	28.50	31.47	33.55	1	71034TC	54.65	60.08	63.73	1
70140TC	23.79	26.24	27.94	1	71035TC	19.31	21.10	22.22	1
70150TC	30.27	33.37	35.51	1	71040TC	55.36	60.84	64.51	1
70160TC	19.31	21.10	22.22	1	71060TC	84.21	92.69	98.45	1
70170TC	36.40	40.12	42.69	1	71090TC	64.90	71.59	76.23	1
70190TC	23.79	26.24	27.94	1	71100TC	22.03	24.34	25.97	1
70200TC	30.27	33.37	35.51	1	71101TC	25.56	28.14	29.90	1
70210TC	23.79	26.24	27.94	1	71110TC	30.27	33.37	35.51	1
70220TC	30.27	33.37	35.51	1	71111TC	34.28	37.84	40.33	1
70240TC	15.43	16.92	17.90	1	71120TC	24.85	27.38	29.11	1
70250TC	23.79	26.24	27.94	1	71130TC	26.97	29.66	31.47	1
70260TC	34.28	37.84	40.33	1	71250TC	224.13	246.11	260.69	1
70300TC	10.48	11.60	12.40	1	71260TC	268.30	294.60	312.02	1
70310TC	15.43	16.92	17.90	1	71270TC	335.43	368.27	390.00	1
70320TC	30.27	33.37	35.51	1	71275TC	457.15	498.14	522.78	1
70328TC	18.25	19.96	21.04	1	71550TC	418.31	457.30	481.80	1
70330TC	32.39	35.65	37.87	1	71551TC	501.10	547.50	576.45	1
70332TC	79.86	87.84	93.23	1	71552TC	914.52	994.92	1042.10	1
70336TC	424.94	466.66	494.34	1	71555TC	424.94	466.66	494.34	1
70350TC	14.02	15.40	16.32	1	72010TC	39.22	43.16	45.83	1
70355TC	22.03	24.34	25.97	1	72020TC	15.43	16.92	17.90	1
70360TC	15.43	16.92	17.90	1	72040TC	23.09	25.48	27.15	1
70370TC	49.58	54.47	57.73	1	72050TC	34.28	37.84	40.33	1
70371TC	79.86	87.84	93.23	1	72052TC	42.75	46.96	49.76	1
70373TC	68.43	75.39	80.16	1	72069TC	18.25	19.96	21.04	1
70380TC	25.56	28.14	29.90	1	72070TC	24.85	27.38	29.11	1
70390TC	68.43	75.39	80.16	1	72072TC	28.50	31.47	33.55	1
70450TC	179.26	196.87	208.58	1	72074TC	34.98	38.60	41.12	1
70460TC	214.47	235.56	249.58	1	72080TC	25.56	28.14	29.90	1
70470TC	268.30	294.60	312.02	1	72090TC	25.56	28.14	29.90	1
70480TC	179.26	196.87	208.58	1	72100TC	25.56	28.14	29.90	1
70481TC	214.47	235.56	249.58	1	72110TC	34.98	38.60	41.12	1
70482TC	268.30	294.60	312.02	1	72114TC	44.87	49.24	52.12	1
70486TC	179.26	196.87	208.58	1	72120TC	34.28	37.84	40.33	1
70487TC	214.47	235.56	249.58	1	72125TC	224.13	246.11	260.69	1
70488TC	268.30	294.60	312.02	1	72126TC	268.30	294.60	312.02	1
70490TC	179.26	196.87	208.58	1	72127TC	335.43	368.27	390.00	1
70491TC	214.47	235.56	249.58	1	72128TC	224.13	246.11	260.69	1
70492TC	268.30	294.60	312.02	1	72129TC	268.30	294.60	312.02	1
70496TC	403.63	443.56	470.27	1	72130TC	335.43	368.27	390.00	1
70498TC	403.63	443.56	470.27	1	72131TC	224.13	246.11	260.69	1
70540TC	415.47	453.29	476.43	1	72132TC	268.30	294.60	312.02	1
70542TC	498.73	544.16	571.97	1	72133TC	335.43	368.27	390.00	1
70543TC	922.09	1005.62	1056.43	1	72141TC	424.94	466.66	494.34	1
70544TC	424.94	466.66	494.34	1	72142TC	509.62	559.53	592.57	1
70545TC	424.94	466.66	494.34	1	72146TC	471.11	517.13	547.53	1
70546TC	822.31	894.27	936.23	1	72147TC	509.62	559.53	592.57	1
70547TC	424.94	466.66	494.34	1	72148TC	471.11	517.13	547.53	1
70548TC	424.94	466.66	494.34	1	72149TC	509.62	559.53	592.57	1
70549TC	822.31	894.27	936.23	1	72156TC	944.34	1037.03	1098.53	1
70551TC	424.94	466.66	494.34	1	72157TC	944.34	1037.03	1098.53	1
70552TC	509.62	559.53	592.57	1	72158TC	944.34	1037.03	1098.53	1
70553TC	944.34	1037.03	1098.53	1	72170TC	19.31	21.10	22.22	1
71010TC	17.55	19.20	20.25	1	72190TC	25.56	28.14	29.90	1
71015TC	19.31	21.10	22.22	1	72191TC	444.79	484.84	509.03	1
71020TC	23.79	26.24	27.94	1	72192TC	224.13	246.11	260.69	1
71021TC	28.50	31.47	33.55	1	72193TC	259.70	285.19	302.09	1
71022TC	28.50	31.47	33.55	1	72194TC	321.29	352.58	373.17	1

2004 OUTPATIENT SERVICES FEE SCHEDULE

Skilled Nursing Facility Service Fee Schedule (continued)

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
72195TC	418.31	457.30	481.80	1	73620TC	18.25	19.96	21.04	1
72196TC	501.10	547.50	576.45	1	73630TC	19.67	21.48	22.61	1
72197TC	925.88	1010.96	1063.59	1	73650TC	17.55	19.20	20.25	1
72198TC	424.94	466.66	494.34	1	73660TC	15.43	16.92	17.90	1
72200TC	19.31	21.10	22.22	1	73700TC	187.38	205.62	217.61	1
72202TC	23.79	26.24	27.94	1	73701TC	224.13	246.11	260.69	1
72220TC	22.03	24.34	25.97	1	73702TC	281.61	309.24	327.56	1
72240TC	180.32	198.01	209.75	1	73706TC	407.00	444.17	467.00	1
72255TC	163.71	179.66	190.18	1	73718TC	415.47	453.29	476.43	1
72265TC	154.88	170.16	180.36	1	73719TC	498.73	544.16	571.97	1
72270TC	231.79	254.67	269.95	1	73720TC	922.09	1005.62	1056.43	1
72275TC	84.59	94.52	102.19	1	73721TC	415.47	453.29	476.43	1
72285TC	317.41	348.40	368.85	1	73722TC	498.73	544.16	571.97	1
72295TC	297.27	326.25	345.35	1	73723TC	922.09	1005.62	1056.43	1
73000TC	19.31	21.10	22.22	1	73725TC	424.94	466.66	494.34	1
73010TC	19.31	21.10	22.22	1	74000TC	19.31	21.10	22.22	1
73020TC	17.55	19.20	20.25	1	74010TC	22.03	24.34	25.97	1
73030TC	22.03	24.34	25.97	1	74020TC	23.79	26.24	27.94	1
73040TC	79.86	87.84	93.23	1	74022TC	28.50	31.47	33.55	1
73050TC	25.56	28.14	29.90	1	74150TC	214.47	235.56	249.58	1
73060TC	22.03	24.34	25.97	1	74160TC	259.70	285.19	302.09	1
73070TC	19.31	21.10	22.22	1	74170TC	321.29	352.58	373.17	1
73080TC	22.03	24.34	25.97	1	74175TC	444.79	484.84	509.03	1
73085TC	79.86	87.84	93.23	1	74181TC	418.31	457.30	481.80	1
73090TC	19.31	21.10	22.22	1	74182TC	501.10	547.50	576.45	1
73092TC	18.25	19.96	21.04	1	74183TC	925.88	1010.96	1063.59	1
73100TC	18.25	19.96	21.04	1	74185TC	424.94	466.66	494.34	1
73110TC	19.67	21.48	22.61	1	74190TC	49.58	54.47	57.73	1
73115TC	60.54	66.74	71.02	1	74210TC	44.87	49.24	52.12	1
73120TC	18.25	19.96	21.04	1	74220TC	44.87	49.24	52.12	1
73130TC	19.67	21.48	22.61	1	74230TC	49.58	54.47	57.73	1
73140TC	15.43	16.92	17.90	1	74235TC	99.17	108.94	115.45	1
73200TC	187.38	205.62	217.61	1	74240TC	55.36	60.84	64.51	1
73201TC	224.13	246.11	260.69	1	74241TC	56.42	61.98	65.69	1
73202TC	281.61	309.24	327.56	1	74245TC	90.57	99.53	105.52	1
73206TC	407.00	444.17	467.00	1	74246TC	63.01	69.40	73.77	1
73218TC	415.47	453.29	476.43	1	74247TC	64.90	71.59	76.23	1
73219TC	498.73	544.16	571.97	1	74249TC	98.11	107.80	114.27	1
73220TC	922.09	1005.62	1056.43	1	74250TC	49.58	54.47	57.73	1
73221TC	415.47	453.29	476.43	1	74251TC	49.58	54.47	57.73	1
73222TC	498.73	544.16	571.97	1	74260TC	56.42	61.98	65.69	1
73223TC	922.09	1005.62	1056.43	1	74270TC	65.61	72.35	77.02	1
73500TC	17.55	19.20	20.25	1	74280TC	85.27	93.83	99.63	1
73510TC	22.03	24.34	25.97	1	74283TC	97.76	107.42	113.88	1
73520TC	25.56	28.14	29.90	1	74290TC	28.50	31.47	33.55	1
73525TC	79.86	87.84	93.23	1	74291TC	15.43	16.92	17.90	1
73530TC	19.31	21.10	22.22	1	74305TC	30.27	33.37	35.51	1
73540TC	22.03	24.34	25.97	1	74320TC	120.02	131.85	139.74	1
73542TC	79.86	87.84	93.23	1	74327TC	67.73	74.63	79.38	1
73550TC	22.03	24.34	25.97	1	74328TC	120.02	131.85	139.74	1
73560TC	19.31	21.10	22.22	1	74329TC	120.02	131.85	139.74	1
73562TC	22.03	24.34	25.97	1	74330TC	120.02	131.85	139.74	1
73564TC	23.79	26.24	27.94	1	74340TC	99.17	108.94	115.45	1
73565TC	18.25	19.96	21.04	1	74350TC	120.02	131.85	139.74	1
73580TC	99.17	108.94	115.45	1	74355TC	99.17	108.94	115.45	1
73590TC	19.31	21.10	22.22	1	74360TC	120.02	131.85	139.74	1
73592TC	18.25	19.96	21.04	1	74363TC	231.79	254.67	269.95	1
73600TC	18.25	19.96	21.04	1	74400TC	64.90	71.59	76.23	1
73610TC	19.67	21.48	22.61	1	74410TC	74.44	81.85	86.84	1
73615TC	79.86	87.84	93.23	1	74415TC	80.56	88.60	94.02	1

2004 OUTPATIENT SERVICES FEE SCHEDULE

Skilled Nursing Facility Service Fee Schedule (continued)

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
74420TC	99.17	108.94	115.45	1	75840TC	477.23	523.88	554.71	1
74425TC	49.58	54.47	57.73	1	75842TC	477.23	523.88	554.71	1
74430TC	40.28	44.30	47.01	1	75860TC	477.23	523.88	554.71	1
74440TC	42.75	46.96	49.76	1	75870TC	477.23	523.88	554.71	1
74445TC	42.75	46.96	49.76	1	75872TC	477.23	523.88	554.71	1
74450TC	55.36	60.84	64.51	1	75880TC	36.40	40.12	42.69	1
74455TC	60.54	66.74	71.02	1	75885TC	477.23	523.88	554.71	1
74470TC	47.47	52.19	55.37	1	75887TC	477.23	523.88	554.71	1
74475TC	154.88	170.16	180.36	1	75889TC	477.23	523.88	554.71	1
74480TC	154.88	170.16	180.36	1	75891TC	477.23	523.88	554.71	1
74485TC	120.02	131.85	139.74	1	75893TC	477.23	523.88	554.71	1
74710TC	40.28	44.30	47.01	1	75894TC	915.61	1005.47	1065.09	1
74740TC	49.58	54.47	57.73	1	75896TC	795.94	874.00	925.74	1
74742TC	120.02	131.85	139.74	1	75898TC	40.28	44.30	47.01	1
74775TC	55.36	60.84	64.51	1	75900TC	795.71	873.90	925.85	1
75552TC	424.94	466.66	494.34	1	75940TC	477.23	523.88	554.71	1
75553TC	424.94	466.66	494.34	1	75945TC	173.13	190.12	201.39	1
75554TC	424.94	466.66	494.34	1	75946TC	87.39	96.11	101.99	1
75555TC	424.94	466.66	494.34	1	75960TC	564.51	619.70	656.19	1
75600TC	477.23	523.88	554.71	1	75961TC	398.32	437.38	463.26	1
75605TC	477.23	523.88	554.71	1	75962TC	597.37	656.02	694.95	1
75625TC	477.23	523.88	554.71	1	75964TC	317.76	348.78	369.24	1
75630TC	497.85	546.70	579.11	1	75966TC	597.37	656.02	694.95	1
75635TC	582.54	633.08	662.22	1	75968TC	317.76	348.78	369.24	1
75650TC	477.23	523.88	554.71	1	75970TC	437.78	480.63	508.99	1
75658TC	477.23	523.88	554.71	1	75978TC	597.37	656.02	694.95	1
75660TC	477.23	523.88	554.71	1	75980TC	205.88	226.15	239.65	1
75662TC	477.23	523.88	554.71	1	75982TC	231.79	254.67	269.95	1
75665TC	477.23	523.88	554.71	1	75984TC	74.44	81.85	86.84	1
75671TC	477.23	523.88	554.71	1	75989TC	120.02	131.85	139.74	1
75676TC	477.23	523.88	554.71	1	75992TC	597.37	656.02	694.95	1
75680TC	477.23	523.88	554.71	1	75993TC	317.76	348.78	369.24	1
75685TC	477.23	523.88	554.71	1	75994TC	597.37	656.02	694.95	1
75705TC	477.23	523.88	554.71	1	75995TC	597.37	656.02	694.95	1
75710TC	477.23	523.88	554.71	1	75996TC	317.76	348.78	369.24	1
75716TC	477.23	523.88	554.71	1	75998TC	51.01	56.48	60.41	1
75722TC	477.23	523.88	554.71	1	76000TC	49.58	54.47	57.73	1
75724TC	477.23	523.88	554.71	1	76001TC	99.17	108.94	115.45	1
75726TC	477.23	523.88	554.71	1	76003TC	49.58	54.47	57.73	1
75731TC	477.23	523.88	554.71	1	76005TC	49.58	54.47	57.73	1
75733TC	477.23	523.88	554.71	1	76010TC	19.31	21.10	22.22	1
75736TC	477.23	523.88	554.71	1	76020TC	19.31	21.10	22.22	1
75741TC	477.23	523.88	554.71	1	76040TC	30.27	33.37	35.51	1
75743TC	477.23	523.88	554.71	1	76061TC	38.16	42.02	44.65	1
75746TC	477.23	523.88	554.71	1	76062TC	54.65	60.08	63.73	1
75756TC	477.23	523.88	554.71	1	76065TC	28.50	31.47	33.55	1
75774TC	477.23	523.88	554.71	1	76066TC	42.40	46.58	49.37	1
75790TC	51.82	57.04	60.59	1	76075TC	117.90	129.57	137.38	1
75801TC	205.88	226.15	239.65	1	76076TC	29.21	32.23	34.33	1
75803TC	205.88	226.15	239.65	1	76078TC	29.21	32.23	34.33	1
75805TC	231.79	254.67	269.95	1	76080TC	40.28	44.30	47.01	1
75807TC	231.79	254.67	269.95	1	76086TC	99.17	108.94	115.45	1
75809TC	30.27	33.37	35.51	1	76088TC	138.98	152.57	161.57	1
75810TC	477.23	523.88	554.71	1	76093TC	668.03	733.49	776.86	1
75820TC	36.40	40.12	42.69	1	76094TC	906.06	994.72	1053.37	1
75822TC	56.06	61.60	65.30	1	76095TC	271.48	298.02	315.56	1
75825TC	477.23	523.88	554.71	1	76096TC	49.58	54.47	57.73	1
75827TC	477.23	523.88	554.71	1	76098TC	15.43	16.92	17.90	1
75831TC	477.23	523.88	554.71	1	76100TC	47.47	52.19	55.37	1
75833TC	477.23	523.88	554.71	1	76101TC	54.30	59.70	63.33	1

2004 OUTPATIENT SERVICES FEE SCHEDULE

Skilled Nursing Facility Service Fee Schedule (continued)

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
76102TC	66.67	73.49	78.20	1	76948TC	58.42	64.46	68.66	1
76120TC	40.28	44.30	47.01	1	76950TC	49.58	54.47	57.73	1
76125TC	30.27	33.37	35.51	1	76965TC	211.18	231.85	245.55	1
76150	15.43	16.92	17.90	3	76970TC	40.28	44.30	47.01	1
76355TC	312.70	343.17	363.24	1	76975TC	58.42	64.46	68.66	1
76360TC	312.70	343.17	363.24	1	76977TC	31.68	34.89	37.08	1
76362TC	361.93	412.68	456.40	1	76986TC	99.17	108.94	115.45	1
76370TC	112.13	123.20	130.60	1	77280TC	131.44	144.30	152.81	1
76375TC	133.91	146.96	155.56	1	77285TC	211.65	232.52	246.44	1
76380TC	132.50	145.44	153.99	1	77290TC	247.22	271.59	287.84	1
76394TC	470.87	531.49	581.23	1	77295TC	1060.12	1164.32	1233.56	1
76400TC	424.94	466.66	494.34	1	77300TC	51.00	55.99	59.30	1
76490TC	66.36	76.02	84.50	1	77301TC	1060.12	1164.32	1233.56	1
76506TC	54.30	59.70	63.33	1	77305TC	71.26	78.43	83.30	1
76511TC	27.69	30.90	33.37	1	77310TC	88.81	97.63	103.56	1
76512TC	30.17	34.05	37.24	1	77315TC	100.58	110.46	117.02	1
76513TC	32.99	37.09	40.38	1	77321TC	153.35	168.35	178.28	1
76514TC	2.59	2.95	3.25	1	77326TC	89.87	98.77	104.74	1
76516TC	20.27	22.92	25.12	1	77327TC	131.44	144.30	152.81	1
76519TC	23.09	25.96	28.27	1	77328TC	187.38	205.62	217.61	1
76529TC	22.15	25.11	27.59	1	77331TC	18.61	20.34	21.43	1
76536TC	54.30	59.70	63.33	1	77332TC	51.00	55.99	59.30	1
76604TC	49.58	54.47	57.73	1	77333TC	72.32	79.57	84.48	1
76645TC	40.28	44.30	47.01	1	77334TC	123.20	135.27	143.28	1
76700TC	75.14	82.61	87.63	1	77600TC	115.66	127.00	134.53	1
76705TC	54.30	59.70	63.33	1	77605TC	154.53	169.78	179.96	1
76770TC	75.14	82.61	87.63	1	77610TC	115.66	127.00	134.53	1
76775TC	54.30	59.70	63.33	1	77615TC	154.53	169.78	179.96	1
76778TC	75.14	82.61	87.63	1	77620TC	115.66	127.00	134.53	1
76800TC	54.30	59.70	63.33	1	77750TC	50.64	55.61	58.90	1
76802TC	43.12	48.31	52.38	1	77761TC	95.64	105.14	111.52	1
76805TC	79.86	87.84	93.23	1	77762TC	136.86	150.29	159.21	1
76810TC	47.86	54.99	61.34	1	77763TC	169.83	186.41	197.36	1
76815TC	54.30	59.70	63.33	1	77776TC	83.15	91.55	97.27	1
76816TC	42.40	46.58	49.37	1	77777TC	160.53	176.24	186.64	1
76818TC	61.95	68.26	72.59	1	77778TC	194.69	213.79	226.47	1
76819TC	61.95	68.26	72.59	1	77781TC	770.03	845.48	895.45	1
76825TC	75.14	82.61	87.63	1	77782TC	770.03	845.48	895.45	1
76826TC	27.45	30.33	32.37	1	77783TC	770.03	845.48	895.45	1
76827TC	66.79	73.78	78.70	1	77784TC	770.03	845.48	895.45	1
76828TC	43.35	47.92	51.16	1	77789TC	16.84	18.44	19.47	1
76830TC	58.42	64.46	68.66	1	77790TC	18.61	20.34	21.43	1
76831TC	58.42	64.46	68.66	1	78000TC	37.10	40.88	43.47	1
76856TC	58.42	64.46	68.66	1	78001TC	49.58	54.47	57.73	1
76857TC	58.29	63.68	67.04	1	78003TC	37.10	40.88	43.47	1
76870TC	58.42	64.46	68.66	1	78006TC	90.57	99.53	105.52	1
76872TC	70.43	77.38	82.02	1	78007TC	98.11	107.80	114.27	1
76873TC	81.75	90.51	96.82	1	78010TC	69.85	76.91	81.73	1
76880TC	54.30	59.70	63.33	1	78011TC	91.63	100.67	106.70	1
76885TC	58.42	64.46	68.66	1	78015TC	98.11	107.80	114.27	1
76886TC	54.30	59.70	63.33	1	78016TC	131.79	144.68	153.21	1
76930TC	58.42	64.46	68.66	1	78018TC	206.23	226.53	240.05	1
76932TC	58.42	64.46	68.66	1	78020TC	52.90	59.15	64.00	1
76936TC	239.33	262.94	278.70	1	78070TC	69.85	76.91	81.73	1
76937TC	17.80	20.75	23.49	1	78075TC	206.23	226.53	240.05	1
76940TC	67.42	77.16	85.68	1	78102TC	77.74	85.56	90.88	1
76941TC	57.83	63.50	67.26	1	78103TC	120.37	132.23	140.13	1
76942TC	94.45	103.23	108.73	1	78104TC	154.88	170.16	180.36	1
76945TC	57.83	63.50	67.26	1	78110TC	36.40	40.12	42.69	1
76946TC	58.42	64.46	68.66	1	78111TC	98.11	107.80	114.27	1

2004 OUTPATIENT SERVICES FEE SCHEDULE

Skilled Nursing Facility Service Fee Schedule (continued)

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
78120TC	66.67	73.49	78.20	1	78496TC	264.98	289.92	305.75	1
78121TC	109.77	120.34	127.23	1	78580TC	130.03	142.78	151.24	1
78122TC	174.55	191.64	202.97	1	78584TC	121.43	133.37	141.31	1
78130TC	107.65	118.06	124.88	1	78585TC	213.77	234.80	248.80	1
78135TC	184.56	202.57	214.47	1	78586TC	98.46	108.18	114.67	1
78140TC	149.46	164.17	173.96	1	78587TC	105.88	116.16	122.91	1
78160TC	138.98	152.57	161.57	1	78588TC	121.90	134.04	142.21	1
78162TC	121.43	133.37	141.31	1	78591TC	107.65	118.06	124.88	1
78170TC	201.52	221.30	234.44	1	78593TC	130.73	143.54	152.03	1
78185TC	89.87	98.77	104.74	1	78594TC	188.09	206.38	218.40	1
78190TC	216.59	237.84	251.94	1	78596TC	268.30	294.60	312.02	1
78191TC	277.48	304.48	322.23	1	78600TC	108.71	119.20	126.06	1
78195TC	154.88	170.16	180.36	1	78601TC	128.97	141.64	150.06	1
78201TC	89.87	98.77	104.74	1	78605TC	128.97	141.64	150.06	1
78202TC	108.71	119.20	126.06	1	78606TC	146.99	161.51	171.21	1
78205TC	224.13	246.11	260.69	1	78607TC	248.98	273.49	289.81	1
78206TC	214.66	232.75	242.78	1	78610TC	60.54	66.74	71.02	1
78215TC	110.83	121.48	128.41	1	78615TC	146.28	160.75	170.43	1
78216TC	131.79	144.68	153.21	1	78630TC	191.15	209.99	222.54	1
78220TC	141.10	154.85	163.92	1	78635TC	97.05	106.66	113.09	1
78223TC	138.98	152.57	161.57	1	78645TC	130.03	142.78	151.24	1
78230TC	83.15	91.55	97.27	1	78647TC	224.13	246.11	260.69	1
78231TC	120.37	132.23	140.13	1	78650TC	175.96	193.16	204.54	1
78232TC	133.91	146.96	155.56	1	78660TC	80.56	88.60	94.02	1
78258TC	108.71	119.20	126.06	1	78700TC	115.66	127.00	134.53	1
78261TC	155.59	170.92	181.14	1	78701TC	134.62	147.72	156.35	1
78262TC	161.24	177.00	187.43	1	78704TC	150.17	164.93	174.75	1
78264TC	156.65	172.06	182.32	1	78707TC	169.13	185.65	196.57	1
78270TC	59.48	65.60	69.84	1	78708TC	169.13	185.65	196.57	1
78271TC	63.01	69.40	73.77	1	78709TC	169.13	185.65	196.57	1
78272TC	88.45	97.25	103.16	1	78710TC	224.13	246.11	260.69	1
78278TC	184.56	202.57	214.47	1	78715TC	60.54	66.74	71.02	1
78290TC	115.66	127.00	134.53	1	78725TC	68.43	75.39	80.16	1
78291TC	116.36	127.76	135.31	1	78730TC	55.36	60.84	64.51	1
78300TC	94.93	104.38	110.74	1	78740TC	80.56	88.60	94.02	1
78305TC	138.98	152.57	161.57	1	78760TC	101.29	111.22	117.81	1
78306TC	161.94	177.76	188.21	1	78761TC	121.43	133.37	141.31	1
78315TC	181.38	199.15	210.93	1	78800TC	128.97	141.64	150.06	1
78320TC	224.13	246.11	260.69	1	78801TC	160.18	175.86	186.25	1
78350TC	29.21	32.23	34.33	1	78802TC	210.24	231.00	244.87	1
78428TC	85.98	94.59	100.41	1	78803TC	248.98	273.49	289.81	1
78445TC	71.26	78.43	83.30	1	78804TC	165.73	183.11	195.38	1
78455TC	151.23	166.07	175.93	1	78805TC	128.97	141.64	150.06	1
78456TC	155.01	171.42	183.09	1	78806TC	244.39	268.55	284.70	1
78457TC	100.58	110.46	117.02	1	78807TC	248.98	273.49	289.81	1
78458TC	152.64	167.59	177.50	1	79000TC	99.17	108.94	115.45	1
78460TC	89.87	98.77	104.74	1	79001TC	49.58	54.47	57.73	1
78461TC	179.26	196.87	208.58	1	79020TC	99.17	108.94	115.45	1
78464TC	268.30	294.60	312.02	1	79030TC	99.17	108.94	115.45	1
78465TC	447.20	491.09	520.20	1	79035TC	99.17	108.94	115.45	1
78466TC	99.17	108.94	115.45	1	79100TC	99.17	108.94	115.45	1
78468TC	138.98	152.57	161.57	1	79200TC	99.17	108.94	115.45	1
78469TC	198.34	217.88	230.90	1	79400TC	99.17	108.94	115.45	1
78472TC	209.53	230.24	244.08	1	79403TC	158.16	172.42	181.05	1
78473TC	312.70	343.17	363.24	1	79440TC	99.17	108.94	115.45	1
78478TC	59.84	65.98	70.23	1	85060	24.81	25.74	26.70	8
78480TC	59.84	65.98	70.23	1	85396	21.71	22.95	24.28	0
78481TC	198.34	217.88	230.90	1	86490	11.19	12.36	13.18	3
78483TC	298.10	327.30	346.64	1	86510	12.25	13.50	14.36	3
78494TC	264.98	289.92	305.75	1	86580	10.13	11.22	12.00	3

2004 OUTPATIENT SERVICES FEE SCHEDULE

Skilled Nursing Facility Service Fee Schedule (continued)

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
86585	7.89	8.65	9.14	3	92265TC	57.46	62.15	64.64	1
88104TC	18.61	20.34	21.43	1	92270TC	44.04	47.71	49.71	1
88106TC	14.02	15.40	16.32	1	92275TC	54.28	58.73	61.10	1
88107TC	23.55	25.66	26.93	1	92283TC	27.32	29.56	30.75	1
88108TC	20.73	22.62	23.79	1	92284TC	78.89	85.05	88.09	1
88125TC	5.42	5.99	6.39	1	92285TC	35.09	37.92	39.39	1
88160TC	25.67	27.94	29.29	1	92286TC	109.38	118.03	122.38	1
88161TC	24.26	26.42	27.72	1	92541TC	28.50	30.98	32.43	1
88162TC	12.96	14.26	15.15	1	92542TC	32.74	35.55	37.14	1
88172TC	14.72	16.16	17.11	1	92543TC	17.43	18.91	19.75	1
88173TC	41.57	45.05	46.96	1	92544TC	26.38	28.70	30.07	1
88180TC	45.80	49.61	51.68	1	92545TC	24.97	27.18	28.50	1
88182TC	46.05	50.19	52.68	1	92546TC	59.93	64.81	67.39	1
88300TC	8.95	9.79	10.32	1	92548TC	109.65	120.06	126.73	1
88302TC	23.20	25.28	26.54	1	92585TC	72.33	80.05	85.60	1
88304TC	28.14	30.60	32.04	1	93024TC	43.35	47.92	51.16	1
88305TC	51.34	55.89	58.57	1	93278TC	45.83	51.06	55.02	1
88307TC	72.07	78.51	82.36	1	93303TC	147.58	162.47	172.61	1
88309TC	82.31	89.53	93.75	1	93304TC	75.03	82.81	88.24	1
88311TC	3.65	4.09	4.43	1	93307TC	147.58	162.47	172.61	1
88312TC	39.68	42.86	44.50	1	93308TC	75.03	82.81	88.24	1
88313TC	35.09	37.92	39.39	1	93312TC	147.60	163.44	174.84	1
88314TC	25.32	27.56	28.89	1	93314TC	147.60	163.44	174.84	1
88318TC	22.02	23.85	24.86	1	93320TC	66.43	73.40	78.31	1
88319TC	59.58	64.43	66.99	1	93321TC	43.35	47.92	51.16	1
88323TC	30.97	33.64	35.18	1	93325TC	112.73	124.64	133.11	1
88342TC	35.56	38.59	40.28	1	93350TC	68.67	75.97	81.17	1
88346TC	38.74	42.01	43.82	1	93501TC	648.76	714.82	760.22	1
88347TC	50.40	54.55	56.78	1	93505TC	77.86	86.33	92.50	1
88348TC	279.53	301.91	313.43	1	93508TC	477.23	523.88	554.71	1
88349TC	343.69	370.80	384.42	1	93510TC	1418.60	1563.11	1662.48	1
88355TC	66.42	72.43	76.08	1	93511TC	1380.67	1521.18	1617.72	1
88356TC	59.83	65.49	69.12	1	93514TC	1380.67	1521.18	1617.72	1
88358TC	8.61	10.38	12.16	1	93524TC	1804.82	1988.73	2115.24	1
88362TC	125.41	135.90	141.67	1	93526TC	1854.64	2043.78	2173.97	1
88365TC	64.53	69.75	72.49	1	93527TC	1804.82	1988.73	2115.24	1
91000TC	3.30	3.71	4.04	1	93528TC	1804.82	1988.73	2115.24	1
91010TC	83.37	90.67	94.93	1	93529TC	1804.82	1988.73	2115.24	1
91011TC	97.15	105.50	110.25	1	93530TC	648.76	714.82	760.22	1
91012TC	103.27	112.25	117.43	1	93531TC	1854.64	2043.78	2173.97	1
91020TC	89.38	97.13	101.61	1	93532TC	1804.82	1988.73	2115.24	1
91030TC	74.06	80.02	83.10	1	93533TC	1804.82	1988.73	2115.24	1
91032TC	133.18	144.26	150.31	1	93555TC	238.62	262.18	277.91	1
91033TC	136.25	148.37	155.58	1	93556TC	374.88	411.52	435.72	1
91052TC	68.41	73.93	76.81	1	93561TC	21.21	23.77	25.80	1
91055TC	75.12	81.16	84.28	1	93562TC	13.20	14.84	16.15	1
91060TC	6.60	7.42	8.08	1	93571TC	173.13	190.12	201.39	1
91065TC	67.70	73.17	76.03	1	93572TC	87.39	96.11	101.99	1
91110TC	703.73	758.41	785.17	1	93600TC	75.38	83.19	88.63	1
91122TC	196.64	212.88	221.63	1	93602TC	42.87	47.25	50.26	1
92060TC	15.66	17.01	17.79	1	93603TC	64.90	71.59	76.23	1
92065TC	14.25	15.49	16.21	1	93609TC	104.12	114.75	122.07	1
92081TC	25.20	27.27	28.39	1	93610TC	52.77	58.38	62.38	1
92082TC	34.38	37.16	38.60	1	93612TC	62.43	68.93	73.48	1
92083TC	39.68	42.86	44.50	1	93615TC	12.25	13.50	14.36	1
92135TC	22.37	24.23	25.25	1	93616TC	12.25	13.50	14.36	1
92136TC	56.30	61.69	65.19	1	93618TC	151.94	167.32	177.83	1
92235TC	93.26	101.31	105.93	1	93619TC	295.64	325.61	346.12	1
92240TC	233.84	252.59	262.26	1	93624TC	76.44	84.33	89.81	1
92250TC	54.51	58.82	60.99	1	93631TC	247.28	275.96	297.89	1

2004 OUTPATIENT SERVICES FEE SCHEDULE

Skilled Nursing Facility Service Fee Schedule (continued)

CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC	CODE/ MOD	FEE 01/02	FEE 03	FEE 04	PC/ TC
93640TC	274.20	301.74	320.43	1	94770TC	60.89	66.63	70.29	1
93641TC	274.20	301.74	320.43	1	95004	4.01	4.47	4.82	5
93642TC	274.20	301.74	320.43	1	95805TC	567.11	615.67	643.21	1
93660TC	60.64	65.57	68.17	1	95806TC	130.53	145.39	156.60	1
93701TC	34.03	36.78	38.21	1	95807TC	413.36	451.50	475.19	1
93721	27.92	31.00	33.26	3	95808TC	443.03	483.42	508.18	1
93724TC	151.94	167.32	177.83	1	95810TC	579.37	630.14	659.80	1
93731TC	19.20	21.30	22.83	1	95811TC	627.18	681.74	713.33	1
93732TC	19.91	22.06	23.62	1	95812TC	127.42	138.86	145.76	1
93733TC	28.63	31.76	34.05	1	95813TC	154.62	168.13	176.00	1
93734TC	13.31	14.64	15.54	1	95816TC	99.40	108.55	114.22	1
93735TC	17.44	19.40	20.87	1	95819TC	118.82	129.45	135.83	1
93736TC	25.09	27.96	30.12	1	95822TC	143.91	156.93	164.83	1
93741TC	25.56	28.14	29.90	1	95827TC	87.87	96.78	102.88	1
93742TC	25.56	28.14	29.90	1	95829TC	1024.20	1102.47	1139.70	1
93743TC	28.03	30.80	32.65	1	95858TC	15.67	17.50	18.90	1
93744TC	25.56	28.14	29.90	1	95860TC	37.33	40.49	42.25	1
93875TC	61.02	67.41	71.91	1	95861TC	28.98	32.14	34.44	1
93880TC	156.80	174.29	187.29	1	95863TC	36.04	39.74	42.30	1
93882TC	111.79	123.79	132.44	1	95864TC	68.91	76.06	81.06	1
93886TC	163.28	181.90	195.98	1	95867TC	22.38	24.72	26.36	1
93888TC	111.33	124.09	133.77	1	95868TC	27.09	29.95	31.97	1
93922TC	71.15	78.63	83.92	1	95869TC	8.72	9.70	10.43	1
93923TC	111.08	123.03	131.65	1	95870TC	8.72	9.70	10.43	1
93924TC	138.64	153.16	163.40	1	95872TC	23.56	26.15	28.05	1
93925TC	181.52	200.90	214.78	1	95875TC	38.16	42.02	44.65	1
93926TC	129.57	143.08	152.58	1	95900TC	39.80	43.15	45.00	1
93930TC	147.85	164.98	178.08	1	95903TC	34.50	37.45	39.11	1
93931TC	107.08	119.05	127.94	1	95904TC	34.86	37.83	39.50	1
93965TC	67.14	74.16	79.09	1	95920TC	49.58	54.47	57.73	1
93970TC	151.04	168.89	182.73	1	95921TC	14.02	15.40	16.32	1
93971TC	108.50	121.05	130.63	1	95922TC	14.02	15.40	16.32	1
93975TC	204.73	227.15	243.55	1	95923TC	61.35	66.33	68.96	1
93976TC	122.29	136.36	147.07	1	95925TC	34.98	38.60	41.12	1
93978TC	136.20	152.44	165.12	1	95926TC	34.98	38.60	41.12	1
93979TC	99.67	111.06	119.69	1	95927TC	34.98	38.60	41.12	1
93980TC	170.45	188.82	202.10	1	95930TC	45.68	49.32	51.17	1
93981TC	172.21	190.24	202.95	1	95933TC	30.74	34.04	36.40	1
93990TC	128.51	141.94	151.40	1	95934TC	8.72	9.70	10.43	1
94010TC	22.85	24.90	26.14	1	95936TC	8.72	9.70	10.43	1
94060TC	38.87	42.78	45.44	1	95937TC	12.96	14.26	15.15	1
94070TC	103.63	113.11	118.94	1	95950TC	155.64	174.31	188.95	1
94200TC	15.43	16.92	17.90	1	95953TC	244.65	270.10	287.94	1
94240TC	22.50	25.01	26.87	1	95954TC	117.28	127.16	132.64	1
94250TC	22.37	24.23	25.25	1	95955TC	77.63	86.24	92.61	1
94260TC	20.61	22.82	24.40	1	95956TC	473.88	516.78	542.86	1
94350TC	25.56	28.14	29.90	1	95957TC	66.08	73.02	77.92	1
94360TC	24.39	27.20	29.33	1	95958TC	67.97	75.20	80.38	1
94370TC	23.55	25.66	26.93	1	95961TC	49.58	54.47	57.73	1
94375TC	18.96	20.72	21.82	1	95962TC	49.58	54.47	57.73	1
94400TC	28.27	31.38	33.66	1					
94450TC	20.73	22.62	23.79	1					
94620TC	83.15	91.06	96.16	1					
94621TC	62.31	68.64	72.98	1					
94680TC	66.77	72.81	76.47	1					
94681TC	95.75	104.94	110.91	1					
94690TC	70.77	76.79	80.18	1					
94720TC	35.34	38.98	41.51	1					
94725TC	105.99	115.97	122.30	1					
94750TC	47.10	51.33	53.86	1					

PC/TC Indicator

- 0 = Physician service codes
- 1 = Diagnostic test for radiology services
- 2 = Professional component only codes
- 3 = Technical component only codes
- 5 = Incident codes

THE HEALTH INSURANCE PORTABILITY AND ACCOUNTABILITY ACT (HIPAA)

Mandatory Electronic Submission of Medicare Claims Based on the Administrative Simplification Compliance Act

Including Specific Conditions under Which a Waiver May Be Granted for Submission of Electronic Claims

The Administrative Simplification Compliance Act (ASCA) went into effect October 16, 2003, along with the HIPAA Transactions rule. We recently published information concerning CMS' contingency plan for HIPAA transactions and code sets. CMS did not implement a contingency plan for ASCA, although much discussion has taken place with regards to a "waiver" for certain providers in certain circumstances. The information that follows provides additional guidance regarding such waivers. All providers, even those meeting an exception, are encouraged to submit as many of their claims electronically as possible.

Providers that do not qualify as "small," and that do not meet any of the remaining exception or waiver criteria provided below, must submit their claims to Medicare electronically. Submission of paper claims constitutes an attestation by a provider that at least one of the paper claim exception or waiver criteria applies at the time of submission.

Definition of "Small Provider;" FTE Definition and Calculation Methodology

A "small provider" is defined at 42 CFR section 424.32(d)(1)(vii) to mean

- a) A provider of services (as that term is defined in section 1861(u) of the Social Security Act) with fewer than 25 full-time equivalent (FTE) employees; or
- b) A physician, practitioner, facility or supplier that is not otherwise a provider under section 1861(u) with fewer than 10 FTEs.

To simplify implementation, Medicare will consider all providers that have fewer than 25 FTEs and that are required to bill a Medicare intermediary to be small; and will consider all physicians, practitioners, facilities, or suppliers with fewer than 10 FTEs and that are required to bill a Medicare carrier or DMERC to be small.

The ASCA law and regulation do not modify pre-existing laws or employer policies defining full time employment. Each employer has an established policy, subject to certain non-Medicare state and federal regulations, that define the number of hours employees must work on average on a weekly, biweekly, monthly, or other basis to qualify for full-time benefits. Some employers do not grant full-time benefits until an employee works an average of 40 hours a week, whereas another employer might consider an employee who works an average of 32 hours a week to be eligible for fulltime benefits. An employee who works an average of 40 hours a week would always be considered full time, but employees who work a lesser number of hours weekly on average could also be considered full time

according to the policy of a specific employer.

Everyone on staff for whom a health care provider withholds taxes and files reports with the Internal Revenue Service (IRS) using an employer identification number (EIN) is considered an employee, including if applicable, a physician(s) who owns a practice and provides hands on services and those support staff who do not furnish health care services but do retain records of, perform billing for, order supplies related to, provide personnel services for, and otherwise perform support services to enable the provider to function. Unpaid volunteers are not employees. Individuals that perform services for a provider under contract, such as individuals employed by a billing agency or medical placement service, for whom a provider does not withhold taxes, are not considered members of a provider's staff for FTE calculation purposes when determining whether a provider can be considered as "small" for electronic billing waiver purposes.

Medical staff sometimes work part time, or may work full time but their time is split among multiple providers. Part time employee hours must also be counted when determining the number of FTEs employed by a provider. For example, if a provider has a policy that anyone who works at least 35 hours per week on average qualifies for fulltime benefits, and has 5 full-time employees and 7 part-time employees, each of whom works 25 hours a week, that provider would have 10 FTEs ($5 + [7 \times 25 = 175 \text{ divided by } 35 = 5]$).

In some cases, the EIN of a parent company may be used to file employee tax reports for multiple providers under multiple provider numbers. In that instance, it is acceptable to consider only those staff, or staff hours worked for a particular provider as identified by provider number, UPIN, or national provider identifier (NPI) when implemented to calculate the number of FTEs employed by that provider. For example, ABC Health Care Company owns hospital, home health agency (HHA), ambulatory surgical center (ASC), and durable medical equipment (DME) subsidiaries. Some of those providers bill intermediaries and some carriers. All have separate provider numbers but the tax records for all employees are reported under the same EIN to the IRS. There is a company policy that staff must work an average of 40 hours a week to qualify for full time benefits.

Some of the same staff split hours between the hospital and the ASC, or between the DME and HHA subsidiaries. To determine total FTEs by provider number, it is acceptable to base the calculation on the number of hours each staff member contributes to the support of each separate provider by provider number. First, each provider would need to

Mandatory Electronic Submission of Medicare Claims Based on ASCA (continued)

determine the number of staff who work on a full time basis under a single provider number only; do not count more than 40 hours a week for these employees. Then each provider would need to determine the number of part time hours a week worked on average by all staff who furnished services for the provider on a less than full time basis. Divide that total by 40 hours to determine their full time equivalent total. If certain staff members regularly work an average of 60 hours per week, but their time is divided 50 hours to the hospital and 10 hours to the ASC, for FTE calculation purposes, it is acceptable to consider the person as 1 FTE for the hospital and .25 FTE for the ASC.

In some cases, a single provider number and EIN may be assigned, but the entity's primary mission is not as a health care provider. For instance, a grocery store's primary role is the retail sale of groceries and ancillary items including over the counter medications, but the grocery store has a small pharmacy section that provides prescription drugs and some DME to Medicare beneficiaries. A large drug store has a pharmacy department that supplies prescriptions and DME to Medicare beneficiaries but most of the store's revenue and most of their employees are not involved with prescription drugs or DME and concentrate on non-related departments of the store, such as film development, cosmetics, electronics, cleaning supplies, etc. A county government uses the same EIN for all county employees but their health care provider services are limited to furnishing of emergency medical care and ambulance transport to residents.

Legal issues regarding the definition of providers, particularly when multiple providers have data reported under the same EIN, will be addressed in the NPI regulation when published in the *Federal Register* in final. For FTE calculation purposes in the interim, it is acceptable to include only those staff of the grocery store, drug store, or county involved with or that support the provision of health care in the FTE count when assessing whether a small provider waiver may apply. This process will be modified if warranted by the definitions established in the NPI final rule.

Support staff who should be included in the FTE calculation in these instances include but are not necessarily limited to those that restock the pharmacy or ambulance, order supplies, maintain patient records, or provide billing and personnel services for the pharmacy or emergency medical services department if under the same EIN, according to the number of hours on average that each staff member contributes to the department that furnishes the services or supplies for which the Medicare provider number was issued.

Providers that qualify as "small" automatically qualify for waiver of the requirement that their claims be submitted to Medicare electronically. Those providers are encouraged to submit their claims to Medicare electronically, but are not required to do so under the law. Small providers may elect to submit some of their claims to Medicare electronically, but not others. Submission of some claims electronically does not negate their small provider status nor obligate them to submit all of their claims electronically. The small provider exception for submission of paper claims does not apply to health care claim clearinghouses that are agents for electronic claim submission for small providers. HIPAA

defines a clearinghouse as an entity that translates data to or from a standard format for electronic transmission. As such, HIPAA requires that clearinghouses submit claims electronically effective October 16, 2003 without exception.

Exception Criteria

In some cases, it has been determined that due to limitations in the claims transaction formats adopted for national use under HIPAA, it would not be reasonable or possible to submit certain claims to Medicare electronically. Providers are to self-assess to determine if they meet these exceptions. At the present time, only the following claim types are considered to meet this condition:

1. **Roster billing of vaccinations covered by Medicare**—Although flu shots and similar covered vaccines and their administration can be billed to Medicare electronically, one claim for one beneficiary at a time, in the past, some suppliers have been allowed to submit a single claim on paper with the basic provider and service data to which was attached a list of the Medicare beneficiaries to whom the vaccine was administered and related identification information for those beneficiaries. The claim implementation guides adopted under HIPAA can submit single claims to payer for single individuals, but cannot be used to submit a single claim for multiple individuals.

Flu shots are often administered in senior citizen centers, grocery stores, malls, and other locations in the field. It is not always reasonable or hygienic to use a laptop computer to register all necessary data to enable generation of an electronic (HIPAA-compliant) claim in such field settings. In some cases, a single nurse who is not accompanied by support staff might conduct mass immunizations. Due to the low cost of these vaccinations, it is not always cost effective to obtain all of the data normally needed for preparation of a HIPAA-compliant claim. Such suppliers rarely have a long-term health care relationship with their patients and do not have a need for the extensive medical and personal history routinely collected in most other health care situations.

It is in the interest of Medicare and public health to make it as simple as possible for mass immunization activities to continue. Although suppliers are encouraged to submit these claims to Medicare electronically, one claim for one beneficiary at a time, this is not required. In the absence of an electronic format that would allow a single claim for the same service to be submitted on behalf of multiple patients using abbreviated data, providers/suppliers currently allowed to submit paper roster bills may continue to submit paper roster bills for vaccinations. Providers or suppliers that furnish vaccinations and other medical services or supplies must bill those other medical services or supplies to Medicare electronically though unless the provider qualifies as "small" or meets other exception criteria.

This vaccinations waiver applies only to injections such as flu shots frequently furnished in non-traditional medical situations, and does not apply to injections

Mandatory Electronic Submission of Medicare Claims Based on ASCA (continued)

furnished in a traditional medical setting such as a doctor's office or an outpatient clinic when supplied as a component of other medical care or examination. In traditional medical situations where the provider is required to bill the other services furnished to the patient electronically, the flu shot or other vaccination is also to be included in the electronic claim sent to Medicare for the patient.

2. **Claims for payment under a Medicare demonstration project that specifies paper submission**—By their nature, demonstration projects test something not previously done, such as coverage of a new service. As a result of the novelty, the code set that applies to the new service may not have been included as an accepted code set in the claim implementation guide(s) previously adopted as HIPAA standards. The HIPAA regulation itself makes provisions for demonstrations to occur that could involve use of alternate standards. In the event a Medicare demonstration project begins that requires some type of data not supported by the existing claim formats adopted under HIPAA, Medicare could mandate that the claims for that demonstration be submitted on paper. In the event demonstration data can be supported by an adopted HIPAA format, Medicare will not require use of paper claims for a demonstration project. Demonstrations typically involve a limited number of providers and limited geographic areas. Providers that submit both demonstration and regular claims to Medicare may be directed to submit demonstration claims on paper. Non-demonstration claims will continue to be submitted electronically, unless another exception or waiver condition applies.
3. **Medicare Secondary Payment Claims (MSP)**—MSP claims occur when one or more payers are primary to Medicare. The claim formats adopted for national use under HIPAA include segments for provider or payer use to submit secondary claims as well as initial claims. Since a patient rarely has more than two insurers in total, the formats were designed for a provider to bill a payer secondarily and include payment data from one primary in the claim. In actuality, there may have been more than one primary payer. The claim formats adopted under HIPAA do not currently contain the ability to report individual service level payments made by more than one primary payer.

The paper claim format has no fields for reporting of more than one primary payment data when Medicare is secondary. When paper claims are submitted, a copy of the primary plan's explanation of benefits (EOB) must always be attached if there is one or more payers that pay prior to Medicare. Since the HIPAA claim formats do allow service level data to be submitted electronically when there is only one payer primary to Medicare, those claims can be sent to Medicare electronically. When more than one payer is primary, the formats cannot accommodate this additional reporting and the only alternative is for providers to submit those claims to Medicare on paper with copies of the EOBs/remittance advices (RAs).

The payment segments of the claim formats adopted under HIPAA include fields for reporting of the identity of the primary payer, service procedure code, allowed amount, payment amount, and claim adjustment reason codes and amounts applied by the other payer when the billed amount of the service was not paid in full. These segments correspond to segments reported in the X12 835 remittance advice format. Since the HIPAA requirements apply only to electronic transactions, and not to paper transactions such as paper EOBs or RA notices, there is no requirement that payers use the same codes in their paper EOBs or RAs as in their electronic RAs. Medicare uses the same code set in both paper and electronic RAs, but other payers may not. Payers can elect to use different code sets in their paper transactions than their electronic transactions, or to use text messages in their paper transactions and not use codes at all. Payers that do not use the standard claim adjustment reason codes in their paper EOBs or RAs, generally use proprietary codes or messages for which there is no standard crosswalk to the 835 claim adjustment reason codes.

Providers that receive those paper EOBs/RAs cannot reasonably furnish standard claim adjustment reason codes for use in the HIPAA claim and COB formats. As a result, when there is only one payer primary to Medicare and those claims must be sent to Medicare electronically, those providers cannot complete the situational CAS segment for those claims. The coordination of benefits implementation guide adopted under HIPAA does not require that this segment be completed in this situation. This is acceptable, although this will prevent the primary payer data in the claim from balancing, akin to balancing when the data is reported in an 835 transaction. There is no requirement in the implementation guide that these payment segments balance in a claim transaction. Providers should not try to convert non-standard messages or codes to standard claim adjustment reason codes to submit these claims to Medicare electronically. Medicare does not use the CAS segment data elements to calculate the Medicare payment in any case. However, providers must still report the primary's allowed, contract amount when Obligation to Accept in Full (OTAF) applies, and payment amounts for the individual services to enable Medicare to calculate payment.

4. Claims submitted by Medicare beneficiaries.

Unusual Circumstances

Congress granted the Secretary considerable discretion to decide what other circumstances should qualify as "unusual circumstances" for which a waiver of the electronic claim submission requirement would be appropriate. The Secretary delegated that authority to CMS. In the event it is determined that enforcement of the electronic claim submission requirement would be against equity and good conscience as result of an "unusual circumstance," CMS will waive the electronic claim submission requirement for temporary or extended periods. In those situations,

Mandatory Electronic Submission of Medicare Claims Based on ASCA (continued)

providers are encouraged to file claims electronically where possible, but electronic filing is not required.

CMS has in turn delegated certain authority to the Medicare contractors (carrier, DMERC, or intermediary) to determine whether an “unusual circumstance” applies. Providers who feel they should qualify for a waiver as result of an “unusual circumstance” must submit their waiver requests to the Medicare carrier, DMERC or intermediary to whom they submit their claims. The Medicare contractor must issue a form letter in the event of receipt of a written waiver request that does not allege an “unusual circumstance.”

In some cases, an “unusual circumstance” or the applicability of one of the other exception criteria may be temporary; in which case, the related waiver would also be temporary. Once the criteria no longer applied, that provider would again be subject to the requirement that claims be submitted to Medicare electronically. Likewise, some exception and waiver criteria apply to only a specific type of claim, such as secondary claims when more than one other payer is primary. Other claim types not covered by an exception or waiver must still be submitted to Medicare electronically, unless the provider is small or meets other unusual circumstance criteria.

Unusual Circumstance Waivers Subject to Provider Self-Assessment

The following circumstances *always* meet the criteria for waiver. Providers that experience one of the following “unusual circumstances” are automatically waived from the electronic claim submission requirement. A provider is expected to self-assess when one of these circumstances applies, rather than apply for contractor or CMS waiver approval. A provider may continue to submit claims to Medicare on paper when one of these circumstances applies. A provider is not expected to pre-notify their Medicare contractor(s) that one of the circumstances applies as a condition of paper submission.

1. Dental claims—Medicare does not provide dental benefits. Medicare does cover certain injuries of the mouth that may be treated by dentists, but those injury treatments are covered as medical benefits. Less than .01 percent of Medicare expenditures were for oral and maxillofacial surgery costs in 2002. The X12 837 professional implementation guide standard for submission of medical claims requires submission of certain data that not traditionally reported in a dental claim but which is needed by payers to adjudicate medical claims. As result, Medicare contractors have not implemented the dental claim standard adopted for national use under HIPAA. Due to the small number of claims they would ever send to Medicare, most dentists have not found it cost effective to invest in software they could use to submit medical claims to Medicare electronically. For these reasons, dentists will not be required to submit claims to Medicare electronically. They can continue to submit claims, when appropriate, to Medicare on paper.

- 2. Disruption in electricity or phone/communication services**—In the event of a major storm or other disaster outside of a provider’s control, a provider could lose the ability to use personal computers, or transmit data electronically. If such a disruption is expected to last more than two business days, all of the affected providers are automatically waived from the electronic submission requirement for the duration of the disruption. If duration is expected to be two business days or less, providers should simply hold claims for submission when power and/or communication restored.
- 3. A provider is not small based on FTEs, but submits fewer than 10 claims to Medicare per month on average** (not more than 120 claims per year). This would generally apply to a provider that rarely deals with Medicare beneficiaries.
- 4. Non-Medicare Managed Care Organizations** that are able to bill Medicare for co-payments may continue to submit those claims on paper. These claims are not processable by the MSP Pay module and must be manually adjudicated by Medicare contractors.

Unusual Circumstance Waivers Subject to Medicare Contractor Approval

Medicare contractors may *at their discretion* approve a single waiver for up to 90 days after the date of the decision notice for a provider if the contractor considers there to be “good cause” that prevents a provider to submit claims electronically for a temporary period. “Good cause” would apply if a provider has made good faith efforts to submit claims electronically, but due to testing difficulties, or a similar short-term problem that the provider is making reasonable efforts to rectify, the provider is not initially able to submit all affected claims electronically effective October 16, 2003.

Unusual Circumstance Waivers Subject to Medicare Contractor Approval and CMS Decision

A provider may submit a waiver request to their Medicare contractor in the following “unusual circumstances.” It is the responsibility of the provider to submit documentation appropriate to establish the validity of the waiver request in these situations. Requests received without documentation to fully explain and justify why enforcement of the requirement would be against equity and good conscience in these cases will be denied.

If the Medicare contractor agrees that the waiver request has merit, CMS approval is required. The contractor will forward an explanation as to why contractor staff recommends CMS approval with the waiver request. If the contractor does not consider an “unusual circumstance” to be met, and does not recommend CMS approval, the contractor will issue a “denial of an unusual circumstance waiver request” letter.

1. Provider alleges that the claim transaction implementation guides adopted under HIPAA do not support electronic submission of all data required for claim adjudication may request a waiver. (If a waiver is approved in this case, it will apply only to the specific claim type(s) affected by the implementation guides deficiency.)

Mandatory Electronic Submission of Medicare Claims Based on ASCA (continued)

Note: Pending issuance of future instructions concerning submission of medical records for electronic claims, providers and Medicare contractors can continue current policies and practices regarding submission of attachments with claims (see “Paper Claims/Attachments,” below).

2. A provider is not small, but all those employed by the provider have documented disabilities that would prevent their use of a personal computer for electronic submission of claims.
3. Any other unusual situation that is documented by a provider to establish that enforcement of the electronic claim submission requirement would be against equity and good conscience.

Submission of a Request for an Unusual Circumstance Waiver

If a provider believes the above criteria are met, he/she should submit a request for an unusual circumstance waiver to:

Attention: ASCA Waiver
Medicare EDI
P.O. Box 44071
Jacksonville, FL 32231-4071

Be sure to include documentation appropriate to establish the validity of the waiver request. A waiver request should include the providers’ name, address, contact person, the reason for the waiver, and why the provider considers enforcement of the electronic billing requirement to be against equity and good conscience.

Enforcement

A separate enforcement instruction will be issued to Medicare contractors. Enforcement will be conducted on a post-payment basis and will entail targeted investigation of providers that appear to be submitting extraordinary numbers of paper claims. If an investigation establishes that a provider incorrectly submitted paper claims, the provider will be notified that any paper claims submitted after a certain date (a reasonable period will be allowed for implementation of necessary provider changes) will be denied by Medicare.

Paper Claims/Attachments

Providers should continue to submit claims that may require documentation via their normal process in place prior to the October 16, 2003, HIPAA implementation date, and *if additional medical record documentation is needed await our request for it*, until further notification is provided. ❖

Source: CMS Pub 100-4 Transmittal 44, CR 2966

Additional Guidance Relating to Health Insurance Portability and Accountability Act (HIPAA) Contingency Plan

Under Medicare’s HIPAA contingency plan, contractors may not add new users of legacy formats. The contingency plan applies only to those trading partners already exchanging electronic transactions prior to October 16, 2003.

Effective Immediately:

- New electronic submitters may only test on the HIPAA format (X12N 4010A1) for inbound claims.
- New electronic submitters may only go into production on the HIPAA format for inbound claims.
- Current electronic submitters may not begin testing or submitting inbound claims for any new providers in other than the HIPAA-compliant format.
- New electronic remittance receivers may only test and go into production on the HIPAA format.
- Any entity (e.g., clearinghouse) currently receiving electronic remittance advice may not add a new provider receiving electronic remittance advice in a pre-HIPAA format.

In addition, submitters must move their entire workload into production within 30 days after successfully completing testing of the HIPAA 4010A1 claim format.

First Coast Service Options, Inc. (FCSO) offers PC-ACE Pro32® at-cost software to enable providers to become HIPAA compliant. You can learn more about the software at <http://www.fcs.com>. Select “Online Services”; there is a link to PC-ACE Pro32® under “Medicare Provider Services.” If additional marketing information is needed, contact 1-904-791-8767, option 1. ❖

Source: CMS JSM-20, Dated November 25, 2003

This material provides a basic overview of the consumer privacy protection rules adopted by the United States Department of Health and Human Services in conformance with the Administrative Simplification provisions of the Health Insurance Portability and Accountability Act of 1996. This material does not interpret these rules or attempt to apply the rules to your particular circumstances. The information provided is (1) for your information only, (2) subject to change without notice, and (3) provided “as is” without warranty of any kind, expressed or implied. FIRST COAST SERVICE OPTIONS, INC. DISCLAIMS RESPONSIBILITY FOR ANY CONSEQUENCES OR LIABILITY ATTRIBUTABLE TO OR RELATED TO ANY USE, NON-USE, OR INTERPRETATION OF INFORMATION CONTAINED OR NOT CONTAINED IN THIS MATERIAL. FIRST COAST SERVICE OPTIONS, INC. DISCLAIMS ANY LIABILITY FOR ANY DIRECT, SPECIAL, INDIRECT, INCIDENTAL, OR CONSEQUENTIAL LOSSES OR DAMAGES RELATED TO THE ACCURACY OR COMPLETENESS OF THIS MATERIAL. The information provided is no substitute for your own review and analysis of the relevant law.

This material is the property of First Coast Service Options, Inc. and may not be duplicated, reproduced, disseminated, or otherwise used for purposes other than a basic overview of specified consumer privacy protection rules.

ELECTRONIC DATA INTERCHANGE

Remittance Advice Remark and Reason Code Update

The Centers for Medicare & Medicaid Services (CMS) is the national maintainer of the remittance advice remark code list that is one of the code lists mentioned in ASC X12 transaction 835 (Health Care Claim Payment/Advice) version 4010 Implementation Guide (IG). Under the Insurance Portability and Accountability Act (HIPAA), all payers, including Medicare, have to use reason and remark codes approved by X12-recognized maintainers instead of proprietary codes to explain any adjustment in the payment. As a result, CMS received a significant number of requests for new remark codes and modifications in existing remark codes from non-Medicare entities. These additions and modifications may not impact Medicare. Traditionally, Medicare staff request remark code changes in conjunction with policy changes that impact the Medicare program. Contractors are notified of those new/modified codes in the corresponding implementation instructions or manual instructions implementing the policy change.

The complete list of remark codes is available at <http://www.cms.gov/providers/edi/hipaadoc.asp> and <http://www.wpc-edi.com/hipaa/>, and the list is updated each March, July, and November.

The following list summarizes changes made from March 1, 2003 to June 30, 2003 and is effective **January 1, 2004**.

New Remark Codes

Code	Current Narrative
N202	Additional information/explanation will be sent separately.
N203	Missing/incomplete/invalid anesthesia time/units.
N204	Services under review for possible pre-existing condition. Send medical records for prior 12 months.
N205	Information provided was illegible.
N206	The supporting documentation does not match the claim.
N207	Missing/incomplete/invalid birth weight.
N208	Missing/incomplete/invalid DRG code.
N209	Missing/invalid/incomplete taxpayer identification number (TIN).
N210	You may appeal this decision.
N211	You may not appeal this decision

Modified Remark Codes

Code	Current Modified Narrative
M13	Only one initial visit is covered per specialty per medical group.
M18	Certain services may be approved for home use. Neither a hospital nor a skilled nursing facility (SNF) is considered to be a patient's home.
M25	Payment has been adjusted because the information furnished does not substantiate the need for this level of service. If you believe the service should have been fully covered as billed, or if you did not know and could not reasonably have been expected to know that we would not pay for this level of service, or if you notified the patient in writing in advance that we would not pay for this level of service and he/she agreed in writing to pay, ask us to review your claim within 120 days of the date of this notice. If you do not request a review, we will, upon application from the patient, reimburse him/her for the amount you have collected from him/her in excess of any deductible and coinsurance

amounts. We will recover the reimbursement from you as an overpayment.

M26 Payment has been adjusted because the information furnished does not substantiate the need for this level of service. If you have collected any amount from the patient for this level of service/any amount that exceeds the limiting charge for the less extensive service, the law requires you to refund that amount to the patient within 30 days of receiving this notice.

The law permits exceptions to the refund requirement in two cases:

- If you did not know, and could not have reasonably been expected to know, that we would not pay for this service;
- or
- If you notified the patient in writing before providing the service that you believed that we were likely to deny the service, and the patient signed a statement agreeing to pay for the service

If you come within either exception, or if you believe the carrier was wrong in its determination that we do not pay for this service, you should request review of this determination within 30 days of the date of this notice. Your request for review should include any additional information necessary to support your position.

If you request review within 30 days of receiving this notice, you may delay refunding the amount to the patient until you receive the results of the review. If the review decision is favorable to you, you do not need to make any refund. If, however, the review is unfavorable, the law specifies that you must make the refund within 15 days of receiving the unfavorable review decision.

The law also permits you to request review at any time within 120 days of the date of this notice. However, a review request that is received more than 30 days after the date of this notice, does not permit you to delay making the refund.

Remittance Advice Remark and Reason Code Update (continued)

Regardless of when a review is requested, the patient will be notified that you have requested one, and will receive a copy of the determination.

The patient has received a separate notice of this denial decision. The notice advises that he/she may be entitled to a refund of any amounts paid, if you should have known that we would not pay and did not tell him/her. It also instructs the patient to contact your office if he/she does not hear anything about a refund within 30 days.

The requirements for refund are in 1842(l) of the Social Security Act and 42CFR411.408. The section specifies that physicians who knowingly and willfully fail to make appropriate refunds may be subject to civil monetary penalties and/or exclusion from the program.

Contact this office if you have any questions about this notice.

- M60 Missing/incomplete/invalid Certificate of Medical Necessity.
- M86 Service denied because payment already made for some/similar procedure within set time frame.
- M117 Not covered unless submitted via electronic claim.
- M129 Missing/incomplete/invalid indicator of X-ray availability for review.
- M134 Performed by a facility/supplier in which the provider has a financial interest.
- MA01 If you do not agree with what we approved for these services, you may appeal our decision. To make sure that we are fair to you, we require another individual that did not process your initial claim to conduct the review. However, in order to be eligible for a review, you must write to us within 120 days of the date of this notice, unless you have a good reason for being late.

An institutional provider, e.g., hospital, skilled nursing facility (SNF), home health agency (HHA) or hospice may appeal only if the claim involves a reasonable and necessary denial, a SNF recertified bed denial, or a home health denial because the patient was not homebound or was not in need of intermittent skilled nursing services, or a hospice care denial because the patient was not terminally ill, and either the patient or the provider is liable under Section 1879 of the Social Security Act, and the patient chooses not to appeal.

If your carrier issues telephone review decisions, a professional provider should phone the carrier's office for a telephone review if the criteria for a telephone review are met.
- MA02 If you do not agree with this determination, you have the right to appeal. You must file a written request for reconsideration within 120 days of the date of this notice. Decisions made by a Quality Improvement Organization (QIO) must be appealed to that QIO within 60 days.

An institutional provider, e.g., hospital, skilled nursing facility (SNF), home health agency (HHA) or a hospice may appeal only if the claim involves a reasonable and necessary denial, a SNF non-certified bed denial, or a home health denial because the patient was not homebound or was not in need of intermittent skilled nursing services, or a hospice care denial because the patient was not terminally ill, and either the patient or the provider is liable under Section 1879 of the Social Security Act, and the patient chooses not to appeal.

- MA03 If you do not agree with the approved amounts and \$100 or more is in dispute (less deductible and coinsurance), you may ask for a hearing. You must request a hearing within 6 months of the date of this notice. To meet the \$100, you may combine amounts on other claims that have been denied. This includes reopened reviews if you received a revised decision. You must appeal each claim on time. At the hearing, you may present any new evidence which could affect our decision.

An institutional provider, e.g., hospital, skilled nursing facility (SNF), home health agency (HHA) or a hospice may appeal only if the claim involves a reasonable and necessary denial, a SNF noncertified bed denial, or a home health denial because the patient was not homebound or was not in need of intermittent skilled nursing services, or a hospice care denial because the patient was not terminally ill, and either the patient or the provider is liable under Section 1879 of the Social Security Act, and the patient chooses not to appeal.
- MA20 Skilled nursing facility (SNF) stay not covered when care is primarily related to the use of an urethral catheter for convenience or the control of incontinence.
- MA24 Christian science sanitarium/skilled nursing facility (SNF) bill in the same benefit period.
- MA93 Non-PIP (Periodic Interim Payment) Claim.
- MA101 A skilled nursing facility (SNF) is responsible for payment of outside providers who furnish these services/supplies to residents.
- MA106 PIP (Periodic Interim Payment) claim.
- MA121 Missing/incomplete/invalid date the X-ray was performed.
- N30 Patient ineligible for this service.
- N32 Claim must be submitted by the provider who rendered the service.
- N40 Missing/incomplete/invalid X-ray.
- N69 PPS (Prospective Payment System) code changed by claims processing system. Insufficient visits or therapies.
- N71 Your unassigned claim for a drug or biological, clinical diagnostic laboratory services or ambulance service was processed as an assigned claim.

Remittance Advice Remark and Reason Code Update (continued)

	You are required by law to accept assignment for these types of claims.	M48	Payment for services furnished to hospital inpatients (other than professional services of physicians) can only be made to the hospital. You must request payment from the hospital rather than the patient for this service.
N72	PPS (Prospective Payment System) code changed by medical reviewers. Not supported by clinical records.	M63	We do not pay for more than one of these on the same day.
N100	PPS (Prospect Payment System) code corrected during adjudication.	M98	Begin to report the Universal Product Number on claims for items of this type. We will soon begin to deny payment for items of this type if billed without the correct UPN.
N103	Social Security records indicate that this patient was a prisoner when the service was rendered. This payer does not cover items and services furnished to an individual while they are in State or local custody under a penal authority, unless under state or local law, the individual is personally liable for the cost of his or her health care while incarcerated and the state or local government pursues such debt in the same way and with the same vigor as any other debt.	M101	Begin to report a G1-G5 modifier with this HCPCS. We will soon begin to deny payment for this service if billed without a G1-G5 modifier.
N106	Payment for services furnished to skilled nursing facility (SNF) inpatients (except for excluded services) can only be made to the SNF. You must request payment from the SNF rather than the patient for this service.	M106	Information supplied does not support a break in therapy. A new capped rental period will not begin. This is the maximum approved under the fee schedule for this item or service.
N107	Services furnished to skilled nursing facility (SNF) inpatients must be billed on the inpatient claim. They cannot be billed separately as outpatient services.	M140	Service not covered until after the patient's 50th birthday, i.e., no coverage prior to the day after the 50th birthday.
N113	Only one initial visit is covered per physician, group practice or provider.	MA11	Payment is being issued on a conditional basis. If no-fault insurance, liability insurance, Workers' Compensation, Department of Veterans Affairs, or a group health plan for employees and dependents also covers this claim, a refund may be due us. Contact us if the patient is covered by any of these sources.
N115	This decision was based on a local medical review policy (LMRP). An LMRP provides a guide to assist in determining whether a particular item or service is covered. A copy of this policy is available at http://www.cms.hhs.gov/mcd , or if you do not have web access, you may contact the contractor to request a copy of the LMRP.	MA78	The patient overpaid you. You must issue the patient a refund within 30 days for the difference between our allowed amount total and the amount paid by the patient.
N117	This service is paid only once in a patient's lifetime.	MA104	Missing/incomplete/invalid date the patient was last seen or the provider identifier of the attending physician.
N119	This service is not paid if billed once every 28 days, and the patient has spent 5 or more consecutive days in any inpatient or skilled nursing facility (SNF) within those 28 days.	MA124	Processed for IME only.
N120	Payment is subject to home health prospective payment system partial episode payment adjustment. Patient was transferred/discharged/readmitted during payment episode.	MA129	This provider was not certified for this procedure on this date of service.
N121	No coverage for items or services provided by this type of practitioner for patients in a covered skilled nursing facility (SNF) stay.	N18	Payment based on the Medicare allowed amount.
N177	We did not send this claim to patient's other insurer. They have indicated no additional payment can be made.	N60	A valid NDC is required for payment of drug claims effective October 02.
		N73	A skilled nursing facility is responsible for payment of outside providers who furnish these services/supplies under arrangement to its residents.
		N101	Additional information is needed in order to process this claim. Resubmit the claim with the identification number of the provider where this service took place. The Medicare number of the site of service provider should be preceded with the letters "HSP" and entered into item #32 on the claim form. You may bill only one site of service provider number per claim.
		N164	Transportation to/from this destination is not covered.
Deactivated Remark Codes			
Code	Current Modified Narrative		
M43	Payment for this service previously issued to you or another provider by another carrier/intermediary.		

Remittance Advice Remark and Reason Code Update (continued)

N165	Transportation in a vehicle other than an ambulance is not covered.	37	Balance does not exceed deductible.
N166	Payment denied/reduced because mileage is not covered when the patient is not in the ambulance.	41	Discount agreed to in Preferred Provider contract.
N168	The patient must choose an option before a payment can be made for this procedure/equipment/supply/service.	46	This (these) service(s) is (are) not covered.
N169	This drug/service/supply is covered only when the associated service is covered.	48	This (these) procedure(s) is (are) not covered.
		57	Payment denied/reduced because the payer deems the information submitted does not support this level of service, this many services, this length of service, this dosage, or this day's supply.

X12 N 835 Health Care Claim Adjustment Reason Codes

The Health Care Code Maintenance Committee maintains the health care claim adjustment reason codes. The Committee meets at the beginning of each X12 trimester meeting (February, June, and October) and makes decisions about additions, modifications, and retirement of existing reason codes. The updated list is posted three times a year after each X12 trimester meeting at <http://www.wpc-edi.com/codes/Codes.asp>; select Claim Adjustment Reason Codes from the pull down menu. All reason code changes approved in June 2003 are listed here.

The request for a reason code change may come from non-Medicare entities. If Medicare requests a change, it may be included in a Medicare instruction in addition to the regular code update notification. The regular code update notification will be issued on a periodic basis to provide a summary of changes in the reason and remark codes introduced since the last update notification, and will establish the deadline for Medicare contractors to implement the reason and remark code changes that may not already have been implemented as part of a previous Medicare policy change instruction.

A reason code may be retired if it is no longer applicable or a similar code exists. Retirements are effective for a specified future and succeeding versions, but contractors also can discontinue use of retired codes in prior versions. The committee approved the following reason code changes in June 2003.

Reason Code Changes (as of June 30, 2003)

Code	Current Narrative Notes
155	This claim is denied because the patient refused the service/procedure.
38	Services not provided or authorized by designated (network/primary care) providers.
107	Claim/service denied because the related or qualifying claim/service was not previously paid or identified on this claim.

The following is a comprehensive list of retired reason codes. System limitation prohibits using codes that are retired effective version 4010 for any pre-4010 formats/versions being generated during the contingency plan period invoked by CMS.

Code	Current Narrative Notes
28	Coverage not in effect at the time the service was provided.
36	Balance does not exceed co-payment amount.

63	Correction to a prior claim.
64	Denial reversed per medical review.
65	Procedure code was incorrect. This payment reflects the correct code.
67	Lifetime reserve days. (Handled in QTY, QTY01=LA)
68	DRG weight. (Handled in CLP12)
71	Primary payer amount.
72	Coinsurance day. (Handled in QTY, QTY01=CD)
73	Administrative days.
77	Covered days. (Handled in QTY, QTY01=CA)
79	Cost Report days. (Handled in MIA15)
80	Outlier days. (Handled in QTY, QTY01=OU)
81	Discharges. Inactive for 003040
82	PIP days.
83	Total visits.
84	Capital Adjustment. (Handled in MIA)
86	Statutory Adjustment.
88	Adjustment amount represents collection against receivable created in prior overpayment.
92	Claim paid in full.
93	No claim level adjustments.
98	The hospital must file the Medicare claim for this inpatient non-physician service.
99	Medicare Secondary Payer Adjustment Amount.
120	Patient is covered by a managed care plan.
123	Payer refund due to overpayment.
124	Payer refund amount - not our patient.
A3	Medicare Secondary Payer liability met.
B2	Covered visits.
B3	Covered charges.
B19	Claim/service adjusted because of the finding of a Review Organization.
B21	The charges were reduced because the service/care was partially furnished by another physician.
D1	Claim/service denied. Level of subluxation is missing or inadequate.
D2	Claim lacks the name, strength, or dosage of the drug furnished.

Remittance Advice Remark and Reason Code Update (continued)

D3	Claim/service denied because information to indicate if the patient owns the equipment that requires the part or supply was missing.	D10	Claim/service denied. Completed physician financial relationship form not on file.
D4	Claim/service does not indicate the period of time for which this will be needed.	D11	Claim lacks completed pacemaker registration form.
D5	Claim/service denied. Claim lacks individual lab codes included in the test.	D12	Claim/service denied. Claim does not identify who performed the purchased diagnostic test or the amount you were charged for the test.
D6	Claim/service denied. Claim did not include patient's medical record for the service.	D13	Claim/service denied. Performed by a facility/supplier in which the ordering/referring physician has a financial interest.
D7	Claim/service denied. Claim lacks date of patient's most recent physician visit.	D14	Claim lacks indication that plan of treatment is on file.
D8	Claim/service denied. Claim lacks indicator that 'X-ray is available for review.'	D15	Claim lacks indication that service was supervised or evaluated by a physician. ❖
D9	Claim/service denied. Claim lacks invoice or statement certifying the actual cost of the lens, less discounts or the type of intraocular lens used.		Source: CMS Pub. 100-4, Transmittal 32, CR 2975

Third-party Web sites. This document contains references to sites operated by third parties. Such references are provided for your convenience only. BCBSF and/or FCSO do not control such sites and are not responsible for their content. The inclusion of these references within this document does not suggest any endorsement of the material on such sites or any association with their operators.

Submitting Medicare Provider Number on Electronic Claims

When reporting your Medicare provider number in the ANSI 837-4010A1 electronic claim format you must place the provider number in the REF01 segment in the 2010AA loop using the 1C qualifier. This is not a required segment, so if the provider number is not reported then no error is given at the time the claim is submitted via the gateway. The claim is accepted into the Fiscal Intermediary Shared System (FISS) and reason code 32000 (no Medicare provider number is present) is assigned. At this point, there is no way for the system to determine who the provider is; therefore, the claim cannot be adjudicated to the submitting provider and the provider cannot view the claims via the Direct Data Entry (DDE) system.

Although REF01 segment is not required, it is very important that providers enter the Medicare provider number in this segment to avoid payment delays. ❖

EDUCATIONAL RESOURCES

First Medifest of 2004 to be Held in Jacksonville in May

MEDIFEST Class Schedule and Registration Form

May 27-28, 2004
 Omni Jacksonville Hotel
 245 Water Street
 Jacksonville, FL 32202

Please contact hotel for directions and/or reservations 1-(904)-355-6664

Select one class per session (time slot)

DAY 1 Thursday, May 27

9:00AM - 10:30AM SESSION 1/DAY 1

- o Direct Data Exchange (DDE) (A)
- o Fraud & Abuse (A/B)
- o Global Surgery (B)
- o HOPPS (A)
- o Pathology (B)
- o Preventive Services (B)

10:45 AM – 12:15 PM SESSION 2/DAY 1

- o 57, 78, & 79 Modifier Workshop (B)
- o Life after a Claim Denial (B)
- o MSP for Part A Providers (A)
- o SNF (Consolidated Billing) (A/B)
- o Understanding LMRPs (A/B)
- o Urology (B)

1:30PM - 4:30PM SESSION 3/DAY 1/WORKSHOPS

- o ANSI 101 (HIPPA) (A/B)
- o Evaluation and Management Services (B)
- o Provider Enrollment (B)
- o MSP for Part B Providers (B)
- o Rehab Services (A/B)

6:30PM - 8:00PM SESSION 4/DAY 1

- o E/M Documentation Guidelines (B)*

**This session is designed for physicians only. There is no charge to attend this session.*

DAY 2 Friday, May 28

9:00AM – 12:00PM SESSION 1/DAY 2/WORKSHOPS

- o ANSI 101 (HIPPA) (A/B)
- o Evaluation and Management Services (B)
- o Provider Enrollment (B)
- o Medicaid (A) ****this course ends at 10:30 am**
- o MSP for Part B Providers (B)
- o Rehab Services (A/B)

1:30AM - 3:00PM SESSION 2/DAY 2

- o Anesthesia (B)
- o Appeals Process for Part A Providers (A)
- o Global Surgery (B)
- o Medicaid (B)
- o Inquiries received by the Medical Director's Office (A)
- o Preventive Services (B)

3:30PM - 5:00PM SESSION 3/DAY 2

- o 24, 25, & 57 Modifier Workshop
- o Diagnostic Radiology (B)
- o Fraud & Abuse (A/B)
- o Life after a Claim Denial (B)
- o Reason Code Resolution (A)
- o Understanding LMRPs (A/B)

For seminar cost and complete class descriptors, please visit our Web site at <http://www.floridamedicare.com>

Registrant's Name

Telephone Number

Email Address

Fax Number

Provider's Name

Street Address

City, State, ZIP Code

FAXED REGISTRATION

1. Fax both registration form and class schedule(s) to 1-(904)-791-6035.
2. A confirmation and invoice will be faxed or emailed to you.
3. Make checks payable to: **FCSO Account #700390**
4. Mail the forms (after you have faxed them) and payment to:
Medifest Registration
P.O. Box 45157
Jacksonville, FL 32231
5. Bring your Medifest confirmation notice to the event.

CONFIRMATION NOTICE

Faxed registration: A confirmation notice will be faxed or emailed to you within 14 days of receiving your registration form. If you do not receive a confirmation notice (not the confirmation form generated from your fax machine, but the confirmation notice provided by Medicare Education and Training), please contact us at 1-(904)-791-8103.

Online registration: When registering online for an education event, you will automatically receive your confirmation via email notification.

EDUCATIONAL RESOURCES

Announcing the New Medlearn Matters... Information for Medicare Providers Educational Resource for Medicare Providers

The Centers for Medicare & Medicaid Services and your Medicare Learning Network introduces *Medlearn Matters...Information for Medicare Providers*, a new educational resource for Medicare Providers. *Medlearn Matters...Information for Medicare Providers* is designed to inform you of important changes to the Medicare system in a user-friendly format that will accommodate your busy schedule.

Please let us know if these articles help you understand these changes more readily. Provide us with suggestions for improvements to articles. If there is a special topic of interest that you believe warrants an article, let us know and we will consider a special edition for that topic. To provide feedback, please go to:

<http://www.cms.hhs.gov/medlearn/suggestform.asp>

Bookmark this page, use it frequently, and let us know how best to continue providing good service to you.

Background

The Centers for Medicare & Medicaid Services (CMS) is committed to partnering with the Medicare physician, provider, and supplier communities so services to Medicare beneficiaries can be timely and of the highest quality. One way of providing the best services to Medicare patients is assuring that the providers of care have ready access to Medicare's latest coverage and reimbursement rules and policies in a brief, accurate, and easy-to-understand format.

CMS recognizes that the Medicare provider communities have been hampered by the number, frequency, and complexity of Medicare changes. CMS also appreciates the feedback from those same providers who indicate that Medicare rules and changes are not always relayed to them in an easy, timely, and consistent manner.

To address those issues, CMS has implemented a new initiative – “Consistency in Medicare Contractor Outreach Material” or CMCOM, designed to provide more timely information on Medicare changes. The product of this effort, *Medlearn Matters...Information for Medicare Providers*, is a series of articles prepared by actual clinicians and billing experts. *Medlearn Matters...Information for Medicare Providers* articles are tailored, in content and language, to the specific provider types who are affected by Medicare changes.

Previously, each Medicare carrier and intermediary was responsible for crafting educational articles within days of release of the related Medicare change. With this new effort, the Medicare carrier or fiscal intermediary will still be responsible for local provider education. However, they will benefit from the availability of *Medlearn Matters...Information for Medicare Providers* articles to support their efforts. These articles are easily accessible from the Medlearn Web site, which providers already access for other Medicare information.

Enlisting the expertise of medical professionals to develop these articles and providing them from a single location will result in more consistent, accurate, and timely information than in the past. This initiative supplements and should improve the ability of your carrier or intermediary to provide better service to you.

Those of you who have relied on Medicare Program Memorandums or Manual Transmittals on the Web, may be familiar with the Change Request (CR) documents and their accompanying CR numbers. Since you may have used the original CRs to get early information on upcoming changes, we think you will agree that those documents were not always clear as to provider impact and action needed.

One reason is that those CRs were written to provide instructions to Medicare carriers, intermediaries, and Medicare system maintainers. Thus, the focus of the message was quite different and probably contained more information than providers needed to know. The intent of *Medlearn Matters...Information for Medicare Providers* articles is to help focus the information more toward providers, to give you only the information you need and thus reduce the amount of time you need to spend on that information.

The articles will be placed on the Medlearn Web site on the new *Medlearn Matters...Information for Medicare Providers* page. Each article's number will usually correspond to the number of the Change Request (CR) that officially announced the change, but the number will be preceded by MM to show it is a related *Medlearn Matters...Information for Medicare Providers* article. There are exceptions, designated as Special Editions. These articles will be numbered in a distinctive manner, as “SEyyyn” where “SE” stands for Special Edition, the “yy” is the two-digit year the article was released, and “nn” is the number of the special edition for that year. Thus, this first Special Edition article is numbered as SE0301.

To view all the articles available, please visit: <http://www.cms.hhs.gov/medlearn/matters>

We hope you find this new vehicle of assistance to you and we invite your feedback. ❖

Source: CMS Pub 10020 Transmittal 54, CR 3129, CMS Medlearn Matters Number: SE0401

Medlearn Matters articles are prepared as a service to the public and are not intended to grant rights or impose obligations. Medlearn Matters articles may contain references or links to statutes, regulations, or other policy materials. The information provided is only intended to be a general summary. It is not intended to take the place of either the written law or regulations. We encourage readers to review the specific statutes, regulations, and other interpretive materials for a full and accurate statement of their contents.

ORDER FORM - PART A MATERIALS

The following materials are available for purchase. To order, please complete and submit this form along with your check/money order (PAYABLE TO: BCBSFL-FCSO, account number 700284).

NUMBER ORDERED	ITEM	ACCOUNT NUMBER	COST PER ITEM
	<p>Medicare A Bulletin Subscriptions – The <i>Medicare A Bulletin</i> is available free of charge online at http://www.floridamedicare.com. Hardcopy or CD-ROM distribution is limited to one copy per medical facility who has billed at least one Part A claim to the fiscal intermediary in Florida for processing during the twelve months prior to the release of each issue.</p> <p>Beginning with publications issued after June 1, 2003, providers who meet these criteria must register to receive the <i>Bulletin</i> in hardcopy or CD-ROM format. Qualifying providers will be eligible to receive one hardcopy or CD-ROM of each issue, if a valid reason can be shown why the electronic publication available free of charge on the Internet cannot be used.</p> <p>Non-providers (e.g., billing agencies, consultants, software vendors, etc.) or providers who need additional copies at other office facility locations may purchase an annual subscription. This subscription includes all Medicare bulletins published during calendar year 2004 (back issues sent upon receipt of the order). Please check here if this will be a: <input type="checkbox"/> Subscription Renewal or <input type="checkbox"/> New Subscription</p>	700284	<p>\$65.00 (Hardcopy)</p> <p>\$30.00 (CO-ROM)</p>

Subtotal \$ _____

Tax (add % for your area) \$ _____

Total \$ _____

Mail this form with payment to:
First Coast Service Options, Inc.
Medicare Publications - ROC 10T
P.O. Box 45280
Jacksonville, FL 32232-5280

Facility Name: _____

Mailing Address: _____

City: _____ State: _____ Zip Code: _____

Attention: _____ Area Code/Telephone Number: _____

Please make check/money order payable to: BCBSFL- FCSO Account #700284
(CHECKS MADE TO "PURCHASE ORDERS" NOT ACCEPTED)

ALL ORDERS MUST BE PREPAID -
DO NOT FAX - PLEASE PRINT

NOTE: The Medicare A Bulletin is available free of charge online at www.floridamedicare.com.

Reader Survey—*Medicare A Bulletin*

We want readers of this publication to find it to be a helpful tool that is easy to use and understand. This survey is your opportunity to suggest ways we can better meet your needs. After the survey closes, we will publish the results on our Web site and work to implement suggested enhancements as appropriate. Thank you for taking the time to complete this survey!

Please complete the questions below and return your reply to us by **March 31, 2004**.

Overall Satisfaction

On a scale of 5 to 1, with 5 being very satisfied and 1 being very dissatisfied, how satisfied are you with the publication overall? Please *circle* the number that best applies.

5 4 3 2 1

Accuracy

“When I read the *Medicare A Bulletin* I feel comfortable that the information presented is accurate.”

5 4 3 2 1

“When I read the *Medicare A Bulletin* I am confident that the information is up-to-date.”

5 4 3 2 1

Clarity

“Medicare rules and guidelines are complex; however, I generally find the articles in the *Medicare A Bulletin* clear.”

5 4 3 2 1

“Medicare rules and guidelines are complex; however, I usually find the articles in the *Medicare A Bulletin* easy to read.”

5 4 3 2 1

Value

“The *Medicare A Bulletin* assists me in performing my job.”

5 4 3 2 1

Layout/Format

“The *Medicare A Bulletin* is arranged in a manner that makes it easy to find the information I need.”

5 4 3 2 1

Comments/Feedback –

What else could we do to improve the publication for you?

Please remove this page and mail it to:
 Medicare Communication and Education – Publications
 Attention : Robert Hannan
 P.O. Box 45270 – 10T
 Jacksonville, FL 32232-5270

or you may **fax** your survey to (904) 791-6292.

A

Additional Documentation Request Requirements
for Ordering Providers of Laboratory Services ... 3rd Qtr 2003 7

Advance Beneficiary Notice Initiative 1st Qtr 2003 14

Allien Beneficiaries Who Are Not Lawfully
Present in the United States, Payment Denial
for Medicare Services 1st Qtr 2004 14

Ambulance Services

Adjustment to the Rural Mileage Payment Rate
for Ground Ambulance 1st Qtr 2004 16

Applicable Types of Bill 1st Qtr 2003 17

Claims with Modifier QL 3rd Qtr 2003 20

Clarification of Medicare Policy Regarding Fee
Schedule Implementation 1st Qtr 2003 15

Second Clarification Regarding Fee Schedule
Implementation 2nd Qtr 2003 7

Clarification on Providing Advance
Beneficiary Notices 4th Qtr 2003 31

Definitions of Ambulance Services 1st Qtr 2003 18

Multiple Patient Transport 2nd Qtr 2003 11

Multiple Patient Transport—Value Code 32 3rd Qtr 2003 21

Noncovered Miles 2nd Qtr 2003 11

Noncovered Miles—Instruction Rescinded 3rd Qtr 2003 20

Third Clarification Regarding Fee Schedule
Implementation 4th Qtr 2003 28

Transition Schedule for Fee Schedule
Implementation 1st Qtr 2003 17

2004 Transition Schedule—Reminder Notice ... 1st Qtr 2004 16

Ambulatory Blood Pressure Monitoring -
Revision to National Coverage Determination .. 4th Qtr 2003 44

Appeal Form for Part A Claims is Now Available ... 3rd Qtr 2003 17

Appeal Provisions, Implementation of Certain
Initial Determination 1st Qtr 2003 8

Appeal Time-Frame Extension Criteria 3rd Qtr 2003 8

Appeal Requests Submitted with Appropriate
Supporting Documentation 4th Qtr 2003 24

Assigning Liability for the Line Items Excluded by
Status on Otherwise Covered Claims 4th Qtr 2003 48

Automatic Crossover—Trading Partner
Agreement 1st Qtr 2004 15

B

Blood Clotting Factors, 2003 Fees 2nd Qtr 2003 20

Blood Clotting Factor Administered to
Hemophilia Inpatients, Payment for 1st Qtr 2002 22

Breast Prosthesis, Lifetime Expectancy 1st Qtr 2002 16

C

Certified Registered Nurse Anesthetist

Cost-Based Payment Services Furnished by
OPPS Hospital 1st Qtr 2003 27

Change in Methodology for Determining Payment
for Outliners Under the Acute Care Hospital
Inpatient and LTCH PPS 4th Qtr 2003 61

Claim Filing Guidelines, Timely 1st Qtr 2004 12

CLIA Waived Tests, New

..... 4th Qtr 2003 42

..... 3rd Qtr 2003 30

..... 2nd Qtr 2003 16

Clinical Diagnostic Laboratory Services

Based on the Negotiated Rulemaking 1st Qtr 2003 5

List of Policies 1st Qtr 2003 6

Questions and Answers 1st Qtr 2003 6

Colorectal Cancer Screening Awareness for
Health Care Providers 3rd Qtr 2003 10

C (continued)

Colorectal Cancer Screening Publications 3rd Qtr 2003 15

Collection of Fee-for-Service Payments Made
During Periods of Managed Care Enrollment 4th Qtr 2003 18

CMS Quarterly Provider Update 4th Qtr 2003 25

Coordination of Benefits—Trading Partners Update 1st Qtr 2003 15

Condition and Value Codes Effective October 16,
2003, New 4th Qtr 2003 21

Credit Balance Reporting Instructions, Form
CMS-838 1st Qtr 2004 19

Critical Access Hospitals

January 2003 Update to the Medicare
Outpatient Code Editor 3rd Qtr 2003 48

July 2003 Update to the Medicare Outpatient
Code Editor 4th Qtr 2003 56

Medicare OCE, January 2003 Update 2nd Qtr 2003 18

October 2002 Update 1st Qtr 2003 46

D

Deep Brain Stimulation for Essential Tremor and
Parkinson's Disease 3rd Qtr 2003 27

Deductible and Coinsurance for Calendar
Year 2004, Medicare 1st Qtr 2004 15

Deductible and Coinsurance for Calendar
Year 2002, Medicare Jan 2003 21

Deported Medicare Beneficiaries 2nd Qtr 2003 6

Deported Medicare Beneficiaries Article,
Correction 3rd Qtr 2003 7

Diabetes Self-Management Training

Clarification Regarding Nonphysician Practitioners
Billing on Behalf of 2nd Qtr 2003 12

Correction of Payment 1st Qtr 2002 9

Fee Schedule Payment 1st Qtr 2003 11

Direct Data Entry – HIPAA Institutional 837 Health
Care Claim 1st Qtr 2003 52

Discontinued HCPCS Codes, Termination Date
Changes 4th Qtr 2003 24

DMEPOS Fee Schedule, October 2003 Update . 1st Qtr 2004 9

Durable Medical Equipment Ordered with
Surrogate Unique Physician Identification
Numbers 1st Qtr 2003 10

E

Electrical Stimulation Claims with CPT Code 97014
and HCPCS Code G0283, Reporting 3rd Qtr 2003 7

Electrical Stimulation for Treatment of Wounds .. 2nd Qtr 2003 13

Electronic Claim Submission guidelines for ANSI
Version 4010, Changes to Medicare Part A 2nd Qtr 2003 41

End Stage Renal Disease

Drug Pricing Update 4th Qtr 2003 51

..... 2nd Qtr 2003 29

Reimbursement for Automated Multi-Channel
Chemistry Tests 4th Qtr 2003 54

F

Fee Schedule Update, 2003 Medicare Physician . 3rd Qtr 2003 8

Fecal Leukocyte Examination Under a CLIA
Certificate for Provider-Performed Microscopy
Procedures, Billing for 1st Qtr 2004 7

Financial Limitation for Outpatient Rehabilitation
Services, Implementation 3rd Qtr 2003 19

Fraud and Abuse

OIG Warns Against Misuse of HHS Words,
Symbols, Emblems 3rd Qtr 2003 55

F (continued)

TriCenturion Selected as Program Safeguard Contractor for Florida and Connecticut	1st Qtr 2003	50
Frequency of Billing Revision	4th Qtr 2003	19

G

Group Therapy Services, Billing for	1st Qtr 2003	27
---	--------------	----

H

HBO Treatment of Diabetic Wounds of Lower Extremities	2nd Qtr 2003	14
Revision to Coverage of	4th Qtr 2003	45

HCPCS Annual Update

Additions, Revisions, Reactivations and Discontinuation Lists of Modifiers and CPT/HCPCS Codes – Year 2003	Jan 2003	3
Grace Period Established for 2003	Jan 2004	8
Grace Period Established for 2003	Jan 2003	4

Health Insurance Portability and Accountability Act (HIPAA)

Are Small Providers Covered Entities under	4th Qtr 2003	10
Benefits Of Electronic Claim Filing under,	4th Qtr 2003	9
.....	3rd Qtr 2003	58
CMS Southern Consortium's Free HIPAA Presentation	4th Qtr 2003	7
Compliance after October 16, 2003, Implementation Deadline	4th Qtr 2003	11
Free CMS HIPAA Training	4th Qtr 2003	7
HIPAA Makes Electronic Claims Submission the Best Choice	3rd Qtr 2003	57
Information Series for Providers Now Available in English and Spanish	4th Qtr 2003	10
HIPAA-AS	2nd Qtr 2003	33
HIPAA-AS Update	1st Qtr 2003	53
HIPAA Resources Update June 16, 2003	4th Qtr 2003	8
Medicare HIPAA-AS Related News	3rd Qtr 2002	55
Open Letter to Providers from CMS	4th Qtr 2003	5
Privacy Rule Business Associate Provisions, Guidance in	4th Qtr 2003	11
Readiness Checklist – Getting Started	2nd Qtr 2003	35
Resources	3rd Qtr 2003	59
Transactions & Code Sets: Testing & Updates ..	4th Qtr 2003	5
Will you Be Ready? – Time is Running Out	4th Qtr 2003	6
101 for Health Care Providers; Office	2nd Qtr 2003	37
Hepatitis B Vaccine	2nd Qtr 2003	7
Holiday Schedule, 2004	1st Qtr 2004	13
Home Health Agency Responsibility Regarding Patient Notification	1st Qtr 2003	12

Home Health Consolidated Billing

Correction to Quarterly Update of HCPCS	1st Qtr 2004	8
Annual Update of HCPCS Codes for 2004	1st Qtr 2004	10
Annual Update of HCPCS Codes for	1st Qtr 2003	13
HCPCS Quarterly Update	2nd Qtr 2003	6
Hospice Care Enhances Dignity and Peace as a Life Nears Its End	3rd Qtr 2003	9
Quarterly Update of HCPCS	4th Qtr 2003	24

I

ICD-9-CM

Addition to the 2004 Update	1st Qtr 2004	7
Part A LMRP Changes, 2003 Changes to	1st Qtr 2003	34
Incomplete Screening Colonoscopy, Billing Guidelines and Payment of	1st Qtr 2004	6
Influenza Virus Vaccine, Payment Amount for	1st Qtr 2004	7
of Prospective Payment System	1st Qtr 2002	18
Intestinal and Multi-Visceral Transplants	3rd Qtr 2003	32

I (continued)

Intracoronary (Intravascular) Brachytherapy	1st Qtr 2003	34
Investigational device Exemption vs. Routine Cost of Deemed Qualifying Clinical Trial	1st Qtr 2003	3

L

Laboratory National Coverage Determination

October 2003 Update to the Edit Software	4th Qtr 2003	43
2003 April Update Software	3rd Qtr 2003	29
Local Medical Review Policy Reconsideration Process for the Florida Medicare Part A Intermediary	1st Qtr 2003	30
Long-Term Care Hospitals, Clarification on Existing Policies	4th Qtr 2003	47
Long-Term Care Hospital Prospective Payment System Implementation	1st Qtr 2003	5

M

Mammography Claims, Holding Screening and Diagnostic	3rd Qtr 2003	8
Mammography Computer Aided Detection Equipment, Clarification on	4th Qtr 2003	20
Mammography Quality Standard Act File for Certified Digital Centers, Update to the	2nd Qtr 2003	16
Mammography with CAD Codes	1st Qtr 2004	13
Medical Nutrition Therapy Services for Beneficiaries with Diabetes or Renal Disease-Policy Changes	2nd Qtr 2003	19
Medicare Beneficiaries in State or Local Custody under a Penal Authority	1st Qtr 2003	11
Medicare+Choice Enrollees to Non-IPPS Hospital, Payment	3rd Qtr 2003	34
Medicare Secondary Payer		
Debt Collection Improvement act of 1996	3rd Qtr 2003	22
How to Submit Claims to Medicare When There Are Multiple Primary Payers	3rd Qtr 2003	22
Recoveries/Debt-Related Issues-Frequently Asked Q&A	3rd Qtr 2003	22
Mental Health Services, Medicare Payments for Part B	3rd Qtr 2003	15
Modifier GY to Identify Clinical Diagnostic Laboratory Services not Covered by Medicare, Use of	1st Qtr 2004	8
Multiple Electroconvulsive Therapy, Noncoverage	2nd Qtr 2003	13
Working Aged Provision, Revision	1st Qtr 2004	17

N

National Participating Physician Directory	4th Qtr 2003	23
Neuromuscular Electrical Stimulation	2nd Qtr 2003	15
New Patient Status Codes 62 and 63, Clarification	3rd Qtr 2002	21
Noncovered Charges on Other than Part A Inpatient Claims, Reporting of	2nd Qtr 2003	5

O

Observation Services for Outpatient Prospective Payment System, Admitting Diagnosis	1st Qtr 2003	27
Online CMS Manual System Announcement	1st Qtr 2004	11
Outpatient Physical Therapy Providers, Change in Payment for Certain Services	3rd Qtr 2003	27
Outpatient Prospective Payment System		
April 2003 Update to the Hospital OPSS	3rd Qtr 2003	51
Delay in Implementation of the Financial Limitation for	4th Qtr 2003	25
Financial Limitation of Claims for	4th Qtr 2003	25

O (continued)

Further Guidance Regarding Billing Under, 3rd Qtr 2003 53
 Hospital OPSS, October 2002 Update 1st Qtr 2003 48
 July 2003 Update to the Hospital OPSS 4th Qtr 2003 58
 K Codes, Submitting 1st Qtr 2004 9
 Outpatient Rehabilitation Services, Billing
 Guidelines for 1st Qtr 2004 17
Outpatient Services Fee Schedule
 Clinical Laboratory, 2003 Jan 2003 14
 Overpayment Interest Rate 1st Qtr 2004 13
 Oxaliplatin, Correction to Payment Rate for 1st Qtr 2004 6

P

Patient Friendly Advisory

Easy Resources to help your Patients with their
 Medicare 1st Qtr 2003 56
 Patient Status Code Update 4th Qtr 2003 18
 Peripheral Neuropathy with Loss of Protective
 Sensation in People with Diabetes
 Percutaneous Image-Guided Breast Biopsy,
 Coverage and Billing 1st Qtr 2003 28
**Peripheral Neuropathy with Loss of Protective
 Sensation in People with Diabetes**
 Restating Guidelines 2nd Qtr 2003 16
 Pneumococcal Pneumonia Vaccine Payment
 Increase Effective October 1, 2003 1st Qtr 2004 8
 Positron Emission Topography Scans,
 Expanded Coverage 4th Qtr 2003 46
 Prosthetics and Orthotics Fee Schedule,
 HCPCS Updates 1st Qtr 2003 10
 Telehealth Services 4th Qtr 2003 45

R

Reconsideration and Appeals, Timeframe Filing 1st Qtr 2004 11
 Remittance Advice Remark and Reason Code
 Update 4th Qtr 2003 13
 Remittance Advice Remark Codes and Claim
 Adjustment Reason Code, New 3rd Qtr 2003 62
 1st Qtr 2003 51
Rural Health Clinic Services
 Guidelines for Signature and Documentation of
 Medical Records 3rd Qtr 2003 49

S

Screening Pap Smear and Pelvic Examination
 Services, Diagnosis Code 4th Qtr 2003 45
 Single Drug Pricer Initiative - 2003 Fees for Blood
 Clotting Factors 2nd Qtr 2003 20
Skilled Nursing Facilities
 Audiologic Function Test, Correction to Edits 3rd Qtr 2003 47
 Claim Submission after Skilled Level of Care
 Ended 4th Qtr 2003 50
 Clarification of Types of Bill 22x and 23x 4th Qtr 2003 49
 Consolidated Billing, Quarterly Report 4th Qtr 2003 49
 Demand Bills 1st Qtr 2003 41
 Diagnostic Services Furnished to Beneficiaries
 Receiving Treatment for ESRD 2nd Qtr 2003 28
 Fee Schedule for Additional Part B Services
 Health Insurance Prospective Payment
 Psychotropic Drug Use in SNF 1st Qtr 2003 42
 Restating Three-Day Window Requirements 3rd Qtr 2003 47
 Suspension, Offset and Recoupment of Medicare
 Payments to Providers and Suppliers of
 Services, Revision to 4th Qtr 2003 61

T

Telehealth Update 2nd Qtr 2003 17
 Telephone Hours of Operation for Medicare
 Customer Service Call Centers 1st Qtr 2003 12
 Timely Filing Impacts to PIP Providers, Interim
 Billing of Part A Claims 3rd Qtr 2003 34
 Timely Filing Guidelines for All Medicare A
 Providers 2nd Qtr 2003 7
 Three-Day Payment Window Under the Short-
 Term Hospital IPPS 3rd Qtr 2003 33
 Revision to 4th Qtr 2003 47
 1st Qtr 2003 9
 Tositumomab and Iodine I-131 (Bexxar®), Billing ... 1st Qtr 2004 5
 Three-Day Payment Window Under the Short-
 Term Hospital IPPS 3rd Qtr 2003 33
 Three-Day Payment Window vs. One-Day
 Payment Window, Clarification 3rd Qtr 2003 33

W

Widespread Medical Review Probes:

36245: Extracardiac Arteriography Associated and
 Billed with Primary Cardiac Catheterization 1st Qtr 2003 37
 70540 1st Qtr 2003 38
 76370 1st Qtr 2003 38
 90875 1st Qtr 2003 39
 70540 1st Qtr 2003 38
 92507 and 92508 1st Qtr 2003 39
 97112, 97530; and 97140, 97535 1st Qtr 2003 39

Addresses

CLAIMS STATUS

Coverage Guidelines

Billing Issues Regarding

Outpatient Services, CORE, ORF, PHP

Medicare Part A Customer Service

P. O. Box 2711

Jacksonville, FL 32231-0021

APPEAL RECONSIDERATIONS

Claim Denials (outpatient services only)

Medicare Fair Hearings (Part A)

P. O. Box 45203

Jacksonville, FL 32232-5203

MEDICARE SECONDARY PAYER (MSP)

Information on Hospital Protocols

Admission Questionnaires

Audits

Medicare Secondary Payer

Hospital Review

P. O. Box 45267

Jacksonville, FL 32232-5267

General MSP Information

Completion of UB-92 (MSP Related)

Conditional Payment

Medicare Secondary Payer

P. O. Box 2711

Jacksonville, FL 32231-0021

Automobile Accident Cases

Settlements/Lawsuits

Other Liabilities

Medicare Secondary Payer Subrogation

P. O. Box 44179

Jacksonville, FL 32231-4179

PROVIDER EDUCATION

Medicare Education and Outreach

P. O. Box 45157

Jacksonville, FL 32232-5157

Seminar Registration Hotline

1-904-791-8103

ELECTRONIC CLAIM FILING

“DDE Startup”

Direct Data Entry (DDE)

P. O. Box 44071

Jacksonville, FL 32231-4071

FRAUD AND ABUSE

Medicare Fraud and Abuse

P. O. Box 45087

Jacksonville, FL 32232-5087

REVIEW REQUEST

Denied claims that may have been payable under the Medicare Part A program

Medicare Part A Reconsiderations

P. O. Box 45053

Jacksonville, FL 32232-5053

OVERPAYMENT COLLECTIONS

Repayment Plans for Part A Participating Providers

Cost Reports (original and amended)

Receipts and Acceptances

Tentative Settlement Determinations

Provider Statistical and Reimbursement

(PS&R) Reports

Cost Report Settlement (payments due to provider or Program)

Interim Rate Determinations

TEFRA Target Limit and Skilled Nursing Facility Routine Cost Limit Exemptions

Freedom of Information Act Requests (relative to cost reports and audits)

Provider Audit and Reimbursement

Department (PARD)

P.O. Box 45268

Jacksonville, FL 32232-5268

1-904-791-8430

MEDICARE REGISTRATION

American Diabetes Association

Certificates

Medicare Registration – ADA

P. O. Box 2078

Jacksonville, FL 32231-2078

Phone Numbers

PROVIDERS

Customer Service Representatives

Toll-Free

1-877-602-8816

BENEFICIARY

Toll-Free

1-800-333-7586

Hearing Impaired

1-800-754-7820

ELECTRONIC MEDIA CLAIMS

EMC Start-Up

1-904-791-8767, option 4

Electronic Eligibility

1-904-791-8131

Electronic Remittance Advice

1-904-791-6865

Direct Data Entry (DDE) Support

1-904-791-8131

PC-ACE Support

1-904-355-0313

Testing

1-904-791-6865

Help Desk

(Confirmation/Transmission)

1-904-905-8880

Medicare Web Sites

PROVIDERS

Florida Medicare Contractor

www.floridamedicare.com

Centers for Medicare & Medicaid Services

www.cms.hhs.gov

BENEFICIARIES

Florida Medicare Contractor

www.medicarefla.com

Centers for Medicare & Medicaid Services

www.medicare.gov

Other Important Addresses

REGIONAL HOME HEALTH & HOSPICE INTERMEDIARY

Home Health Agency Claims

Hospice Claims

Palmetto Government Benefit

Administrators – Gulf Coast

34650 US Highway 19 North, Suite 202

Palm Harbour, FL 34684-2156

DURABLE MEDICAL EQUIPMENT

REGIONAL CARRIER (DMERC)

Durable Medical Equipment Claims

Orthotic and Prosthetic Device Claims

Take Home Supplies

Oral Anti-Cancer Drugs

Palmetto Government Benefit

Administrators

P. O. Box 100141

Columbia, SC 29202-3141

RAILROAD MEDICARE

Railroad Retiree Medical Claims

Palmetto Government Benefit

Administrators

P. O. Box 10066

Augusta, GA 30999-0001



MEDICARE A BULLETIN

FIRST COAST SERVICE OPTIONS, INC. ❖ P.O. Box 2078 ❖ JACKSONVILLE, FL 32231-0048

