

Payment Policy

cmi_171642

| Title | Preadmission Testing | | |
|---------------|-----------------------------|----------------|----------|
| Number | CP.PP.406.v1.6 | | |
| Last Approval | 07/08/24 | Original | 01/01/18 |
| Date | | Effective Date | |
| Cross | | | |
| Reference | | | |

Coverage of any service is determined by a member's eligibility, benefit limits for the service or services rendered and the application of the Plan's Medical Policy. Final payment is subject to the application of claims adjudication edits common to the industry and the **Plan's professional or facility services claims coding policies**. Reimbursement is restricted to the provider's scope of practice as well as the fee schedule applicable to that provider.

| Purpose | To define how the Plan identifies preadmission testing services rendered in an outpatient setting, prior to an inpatient admission at the same hospital, that are submitted on a UB-04/CMS-1450 paper claim form or an 837I electronic claim form. |
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| Scope | Applies to all Premera Blue Cross, Premera Blue Cross Blue Shield of Alaska, LifeWise Health Plan of Washington, LifeWise Assurance Company, and Premera Blue Cross HMO lines of business and products. |
| Definitions | 3-Calendar Day Payment Window/72-Hour Rule: The time period consisting of the day of admission and three calendar days preceding the date of an inpatient admission which will include the 72-hour time period that immediately precedes the time of admission but may be longer than 72 hours |
| | <u>Preadmission Testing:</u> Any diagnostic or non-diagnostic service(s) related to a patient's inpatient admission, performed on the day of the inpatient admission or within the prior three calendar days which will include the 72-hour period that immediately precedes the time of an inpatient admission |
| | <u>Diagnostic Services:</u> A service that is an examination or procedure performed on a patient in a hospital outpatient setting, to obtain information to aid in the assessment of a medical condition or the identification of a disease. Examples include, but are not limited to, blood chemistry, diagnostic x-rays, isotope studies, electrocardiograms, pulmonary function tests, thyroid function tests, and any other test given to determine the nature and severity of an ailment or injury |
| | Non-Diagnostic Services: A service that is provided within the prior three calendar days which will include the 72-hour period that immediately precedes the time of admission, and which are related to the reason for the patient's inpatient admission regardless of whether the inpatient and outpatient diagnoses are the same |
| | Related Services: Services associated with the reason for the patient's admission |
| Policy | The Plan considers all related diagnostic and non-diagnostic services (preadmission testing) provided by an admitting hospital on the date of an inpatient admission or within three calendar days preceding the date of an inpatient admission which includes the 72-hour period that immediately precedes the time of admission to be considered part of/incidental to the inpatient admission hospital claim and not separately billable or reimbursable when billed on a separate outpatient facility claim. |

These related services that are rendered within the three-calendar day window or immediate 72-hour period prior to admission must be billed on the same claim as the inpatient admission.

Non-Related Services

Any services that are rendered within the three-calendar day window or the immediate 72-hour period prior to admission that are **unrelated** to a planned inpatient admission should be billed on a separate outpatient facility claim and must be identified by using *Condition Code 51-Attestation of Unrelated Outpatient Non-Diagnostic Services* in Field Locator 18-28 of the UB-04 claim form.

Unplanned Inpatient Admissions via Emergency Room

Any services that are rendered on the date of an unplanned inpatient admission as part of an emergency room visit that leads to the unplanned inpatient admissions should be included on the inpatient admission claim. Such an unplanned emergency inpatient admission should be identified using *Admission Type Code 1-Emergency* in Field Locator 14 of the UB-04 claim form.

Emergency room visits that occur within three calendar days or the immediate 72 hours prior to an inpatient admission that are **diagnostically related to the inpatient admission** will be considered part of the inpatient admission and denied separate reimbursement when billed on a separate outpatient facility claim.

Exclusions

The following outpatient services will be considered excluded from the three-calendar day window/immediate 72 hours if they are not part of a diagnostic service, an emergency room visit, or related to a procedure which resulted in an inpatient admission:

- Ambulance services
- Maintenance renal dialysis
- Chemotherapy
- Outpatient surgery
- Radiation therapy
- Blood/RX products
- Physical, occupational and speech therapies

The Revenue Codes associated with these exclusion categories can be found in the Code/Coding Guidelines section of this Policy.

Codes/Coding Guidelines

For the purposes of this policy, the following Revenue Codes are associated with the "Exclusions" section above and include the following:

| Revenue Code | Description | | |
|------------------------|---|--|--|
| Ambulance | Ambulance Services | | |
| 0540 | General | | |
| 0541 | Supplies | | |
| 0542 | Medical Transport | | |
| 0543 | Heart Mobile | | |
| 0544 | Oxygen | | |
| 0545 | Air Ambulance | | |
| 0546 | Neonatal Ambulance Services | | |
| 0547 | Pharmacy | | |
| 0548 | EKG Transmission | | |
| 0549 | Other Ambulance | | |
| Radiology | - Therapeutic and/or Chemotherapy Administration | | |
| 0330 | General | | |
| 0331 | Chemotherapy Administration-Injected | | |
| 0332 | Chemotherapy Administration-Oral | | |
| 0333 | Radiation Therapy- Therapeutic and/or Chemotherapy Administration-Radiation Therapy | | |
| 0335 | Chemotherapy Administration-IV | | |
| 0339 | Other | | |
| | Blood Components/Products | | |
| 0380 | General | | |
| 0381 | Packed Red Cells | | |
| 0382 | Whole Blood and Blood Products | | |
| 0383 | Plasma | | |
| 0384 | Platelets | | |
| 0385 | Leukocytes | | |
| 0386 | Other Blood Components | | |
| 0387 | Other Derivatives (Cryoprecipitates) | | |
| 0389 | Other Blood/Blood Components | | |
| Administra Componen | ation, Processing and Storage for Blood and Blood | | |
| 0390 | General | | |
| 0391 | Administration (e.g., transfusions) | | |
| 0392 | Processing and Storage | | |
| 0399 | Other Blood Handling/Processing and Storage | | |
| RX/Pharmacy | | | |
| 0250 | General | | |

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| 0251 | Generic Drugs |
| 0252 | Non-generic Drugs |
| 0253 | Take-Home Drugs |
| 0254 | Drugs Incident to other diagnostic services |
| 0255 | Drugs incident to radiology |
| 0256 | Experimental Drugs |
| 0257 | Nonprescription |
| 0258 | IV Solutions |
| 0259 | Other Pharmacy |
| Pharmacy | Extension of 025X |
| 0631 | Single Source Drug |
| 0632 | Multiple Source Drug |
| 0633 | Restrictive Prescription |
| 0634 | Erythropoietin (EPO) Less than 10K units |
| 0635 | Erythropoietin (EPO) More than/equal to 10K units |
| 0636 | Drugs requiring detailed coding |
| 0637 | Self-administered drugs |
| Physical T | 'herapy |
| 0420 | General |
| 0421 | Visit Charge |
| 0422 | Hourly Charge |
| 0423 | Group Rate |
| 0424 | Evaluation or Reevaluation |
| 0429 | Other Physical Therapy |
| Occupatio | onal Therapy |
| 0430 | General |
| 0431 | Visit Charge |
| 0432 | Hourly Charge |
| 0433 | Group Rate |
| 0434 | Evaluation or Reevaluation |
| 0439 | Other Occupational Therapy |
| Speech Th | nerapy-Language Pathology |
| 0440 | General |
| 0441 | Visit Charge |
| 0442 | Hourly Charge |
| 0443 | Group Rate |
| 0444 | Evaluation or Reevaluation |
| 0449 | Other Speech Therapy |
| MAINTE | NANCE RENAL DIALYSIS |
| Hemodial | ysis-Outpatient or Home |
| 0820 | General |
| 0821 | Hemodialysis/Composite or Other Rate |
| | |

| 0822 | YY | |
|-----------|---|--|
| | Home Supplies | |
| 0823 | Home Equipment | |
| 0824 | Maintenance/100% | |
| 0825 | Support Services | |
| 0826 | Hemodialysis-Shorter Duration | |
| 0829 | Other Outpatient Hemodialysis | |
| | Dialysis-Outpatient or Home | |
| 0830 | General | |
| 0831 | Peritoneal/Composite or Other Rate | |
| 0832 | Home Supplies | |
| 0833 | Home Equipment | |
| 0834 | Maintenance/100% | |
| 0835 | Support Services | |
| 0839 | Other Outpatient Peritoneal Dialysis | |
| Continuou | s Ambulatory Peritoneal Dialysis (CAPD)-Outpatient or | |
| Home | | |
| 0840 | General | |
| 0841 | CAPD/Composite or Other Rate | |
| 0842 | Home Supplies | |
| 0843 | Home Equipment | |
| 0844 | Maintenance/100% | |
| 0845 | Support Services | |
| 0849 | Other Outpatient CAPD | |
| Continuou | s Cycling Peritoneal Dialysis (CCPD)-Outpatient or Home | |
| 0850 | General | |
| 0851 | CCPD/Composite or Other Rate | |
| 0852 | Home Supplies | |
| 0853 | Home Equipment | |
| 0854 | . . | |
| 0855 | Maintenance/100% Support Services | |
| 0859 | Other Outpatient CCPD | |
| | eous Dialysis | |
| 0880 | General | |
| 0881 | Ultrafiltration | |
| 0882 | | |
| 0889 | Home Dialysis Aid Visit | |
| 0009 | Other Miscellaneous Dialysis | |

| Violations of Policy | Violations of this policy by any party that enters into a written arrangement with the Plan may result in increased auditing and monitoring, performance guarantee contractual penalties and/or termination of the contract. Disciplinary actions will be appropriate to the seriousness of the violation and shall be determined at Plan's sole discretion. |
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| | Violations of this policy may be grounds for corrective action, up to and including termination of employment. |
| Exceptions | Medicare Advantage and Medicare Supplement products |

| Exceptions | Medicare Advantage and Medicare Supplement products Hospitals which are paid under a reimbursement methodology other than a diagnosis-related group (DRG) reimbursement are exempt from this policy The following hospitals, units and services are exempt from this policy criteria: Psychiatric Hospitals and Psychiatric units Inpatient Rehabilitation Hospitals and Rehabilitation units Children's Hospitals Mother/Baby claims Cancer Hospitals | |
|-------------------------------------|---|--|
| Laws, Regulations & Standards | None | |
| References and Resources | Preservation of Access to Care for Medicare Beneficiaries and Pension Relief Act of 2010 (PACMBPRA) Medicare Benefit Policy Manual, Publication 100-02, Chapter 6, Section 20.4.1 Medicare Claims Processing Manual, Publication 100-04, Chapter 3, Section 40.3 and Chapter 4, Section 10.12 | |

| Policy Owner | Dorymant Into | comity, Oversight Committee |
|-----------------|---|--|
| | Payment Integrity Oversight Committee | |
| Review | | |
| Contact | Any questions regarding the contents of this policy or its application should be directed | |
| | to the Payment Integrity Department. | |
| Annual Review | 07/08/24; 10/12/23; 11/07/22; 12/02/21; 12/30/20; 01/10/20; 05/03/19; 09/06/18; | |
| Dates | 07/16/18; 01/15/18; 09/11/17 | |
| Version History | 01/15/18 | Added an exception in the "Exceptions" section |
| | 07/16/18 | Clarified that the policy applies to hospital systems as well; Identified |
| | | the Revenue Codes associated with the Exceptions noted in the Policy |
| | | statement |
| | 09/06/18 | Revision to policy to indicate the policy does NOT apply to "hospital |
| | | systems" |
| | 05/03/19 | Annual review; no changes |
| | 01/10/20 | Added a new "Exception" to exclude Psychiatric Hospitals and units, |
| | | Inpatient Rehabilitation Hospitals and units, Long term care hospitals, |
| | | Children's Hospitals, Mother/Baby claims and Cancer Hospitals from |
| | | the requirements of this policy |
| | 12/30/20 | Clarified in the Purpose statement that the policy applies to facility |
| | | services billed on a UB-04/CMS-1450 paper claim form or 837I |
| | | electronic claim form. |

| | Added clarification that the "related services" that would not be separately reimbursed are those services billed on an Outpatient facility claim. Added resources which were used to create the policy. |
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| 12/02/23 | |
| 11/07/22 | Annual review; no changes |
| 10/12/23 | Annual review; no changes |
| 07/08/24 | Annual review; no changes |