

n05691

Multiple & Endoscopic Procedure Policy (Commercial)

Values

Accountability • Integrity • Service Excellence • Innovation • Collaboration

Abstract Purpose:

This reimbursement policy outlines Network Health's process, when Commercial claims are submitted with multiple and endoscopic procedures.

Policy Detail:

Network Health (NH) follows the multiple and endoscopic procedure rules as determined by the Centers for Medicare and Medicaid Services (CMS). NH may request operative reports when reviewing and considering the claims for reimbursement.

Procedure Detail:

Outpatient Professional (HCFA-1500) Multiple Procedures:

Multiple procedures are separate procedures performed by the same physician group and/or other health care professionals of the same group practice on the same patient, at the same operative session, or on the same day. Multiple procedure reductions apply when there are two or more procedure codes subject to reductions. If two procedure codes are billed but only one procedure code is subject to a reduction, no reduction will be applied for either procedure; both procedures are reimbursable at one hundred percent (100%) of the allowed amount. NH will reimburse the outpatient professional surgical procedure with the highest allowed amount at one hundred percent (100%) of the allowed amount, the procedure with the next highest allowed amount at fifty percent (50%) of the allowed amount, and all subsequent surgical procedures will be reimbursed at twenty-five percent (25%) of the allowed amount.

If the multiple procedure modifier is not billed or is inaccurately assigned, the claims processing system applies the reduction calculation to the procedure(s).

Outpatient Facility (UB04) Multiple Procedures:

When a facility bills for outpatient surgical services with Revenue Code(s) 360, 361, 369, 481 490, 499, 750, 790 or 799 and multiple surgical procedures are performed during the same operative session, multiple procedure reductions will be applied. NH will reimburse outpatient facilities allowing the surgical procedure with the highest allowed amount at one hundred percent (100%) of the allowed amount, the procedure with the next highest allowed amount at fifty percent (50%) of the allowed amount, and all subsequent surgical procedures will be reimbursed at twenty-five percent (25%) of the allowed amount.

Note: Network Health will not accept claims if the surgery charges have been "rolled up" under one surgical procedure/revenue code. The Facility must submit each of the surgical/revenue codes individually, along with the respective charge per surgical procedure on each of the claim lines.

Endoscopic Procedures:

In alignment with CMS, NH applies multiple endoscopic rules to same family endoscopic procedures when performed by the same physician group and/or other health care professionals of the same group practice on the same patient, at the same operative session, or on the same day.

NH will allow the highest valued endoscopic code within the same family as the primary procedure and allow the additional endoscopy code(s) within the same family at a reduced rate.

• The reduced rate is determined by taking the *difference* between the allowed amount(s) of each subsequent endoscopy code within the same family, and the allowed amount of the base endoscopy code.

To further align with CMS, endoscopy codes may be subject to both endoscopic and multiple procedure reductions.

CMS National Physician Fee Schedule Relative Value File

Indicates applicable payment adjustment rule for multiple procedures:

- **0** No payment adjustment rules for multiple procedures apply. If procedure is reported on the same day as another procedure, base the payment on the lower of (a) the actual charge, or (b) the fee schedule amount for the procedure.
- 1 Standard payment adjustment rules in effect before January 1, 1995 for multiple procedures apply. In the 1995 file, this indicator only applies to codes with a status code of "D". If procedure is reported on the same day as another procedure that has an indicator of 1, 2, or 3, rank the procedures by fee schedule amount and apply the appropriate reduction to this code (100%, 50%, 25%, 25%, 25%, and by report). Base the payment on the lower of (a) the actual charge, or (b) the fee schedule amount reduced by the appropriate percentage.
- **2** Standard payment adjustment rules for multiple procedures apply. If procedure is reported on the same day as another procedure with an indicator of 1, 2, or 3, rank the procedures by fee schedule amount and apply the appropriate reduction to this code (100%, 50%, 25%, 25%, 25% and by report). Base the payment on the lower of (a) the actual charge, or (b) the fee schedule amount reduced by the appropriate percentage.
- 3 Standard payment adjustment rules for multiple endoscopic procedures. Network Health will process multiple endoscopic procedures following the same rules and reductions that apply to multiple procedures.
- 9 Concept does not apply

Regulatory Citations:

Centers for Medicare and Medicaid Services (CMS)

Related Policies:

Bilateral Procedures

Multiple Imaging Reduction on the Technical Component

Origination Date: 2/1/2021 Update Date: 7/20/2022 Next Review Date: 7/20/2023