

# **Professional Services**

## **Reimbursement Policy**

## **Purpose**

To provide clarification on professional services and appropriate billing guidelines.

## **Policy**

Community Health Options ("Health Options") follows national standards for completing the claim forms as follows:

- UB-04 (CMS-1450) paper claim and electronic 837I (institutional claim) for technical/hospital facility services based on the National Uniform Billing Committee (NUBC).
- CMS-1500 paper claim and electronic 837P (professional claim) for physician, non-physician practitioner, and other healthcare provider professional services based on the National Uniform Claim Committee (NUCC).

The technical component of a charge addresses the use of equipment, facilities, non-physician medical staff, supplies, etc. Technical charges do not include the physician's professional fees but include the use of all other services associated with the visit.

The professional component of a charge covers the cost of the physician's professional services. Professional services are performed by a licensed physician, or other qualified healthcare professional, to assist with the prevention, diagnosis or treatment of illness, or maintenance of ongoing health. Professional services are reimbursed using a fee schedule. Examples of professional services include (not all-inclusive):

- Anesthesia professional services
- Ambulance services
- Behavioral health
- Evaluation and Management
- Image readings (CT, MRI, X-ray, etc.)
- Medication Assisted Treatment
- Physical, occupational, and speech therapies
- Physician Assistant (PA)
- Surgical professional services and Assistant surgeon services

Other services required to be billed on the CMS-1500 (837P) claim form may be facility type based or service type-based services that are paid based on a fee schedule. Durable Medical Equipment (DME) is an example of service type-based services to be billed on the CMS-1500 (837P) for appropriate reimbursement.

## **Revenue Codes**

UB-04 (CMS-1450) revenue codes identified as "Professional Fees" by NUBC will not be considered for reimbursement by Health Options unless billed on the CMS-1500 (837P) for appropriate reimbursement. Example revenue codes include (but not all-inclusive):

0960-0969 Professional Fees

0970-0979 Professional Fees

0980-0989 Professional Fees

Other revenue code categories, where professional services can be found, that should be billed on the CMS-1500 (837P) claim form includes, but are not limited to, the following:

0280-0289 Oncology Clinic

0300-0309 Laboratory

0310-0319 Laboratory Pathological

0320-0329 Radiology Diagnostic

0330-0339 Radiology - Therapeutic and/or Chemotherapy Administration

0340-0349 Nuclear Medicine

0350-0359 CT Scan

0420-0429 Physical Therapy

0430-0439 Occupational Therapy

0440-0449 Speech Therapy

0481-0489 Cardiology Clinic

0510-0519 Clinic

0520-0529 Freestanding Clinic

0530-0539 Osteopathic Services

0540-0549 Ambulance Services

0610-0619 Magnetic Resonance Technology

0630-0637 Pharmacy

0740-0749 Sleep Study

0760-0769 Treatment or Observation Room and other Specialty Services

0770-0779 Preventive Care Services

0780-0789 Telemedicine

0900-0919 Behavioral Health Treatments/Services

#### **Place of Service**

The "Place of Service" (lines 1-6, CMS-1500 form location 24B) identifies the location where the service was rendered. This field allows for the entry of 2 digits in the unshaded area. Place of Service Codes are available at: <a href="http://www.cms.gov/Medicare/Coding/place-of-service-codes/Place of Service Code Set.html">http://www.cms.gov/Medicare/Coding/place-of-service-codes/Place of Service Code Set.html</a>

# **Exceptions**

Health Options accepts Ambulatory Service Center (ASC) claims to be billed using the UB-04/CMS-1450 (8371) claim form.

## **Conclusion**

All professional services must be billed on a CMS-1500 claim form (electronic 837P), utilizing CPT®/HCPCS® codes to appropriately identify the rendered services. Professional services include those provided by, but not limited to, hospital-based physicians, radiologists,

hospitalists, emergency room physicians, anesthesiologists, Certified Registered Nurse Anesthetists (CRNA), clinical psychologists, independent practitioners, physical therapists, occupational therapists, and speech therapists.

## **Related Policies**

Anesthesia Professional Services Paper Claims Submission
Clinic Charges Payment Integrity Audit
Facility Revenue Code Requirements Physician Assistant Services

Outpatient & Professional Service Edits Unlisted / Unspecified / Miscellaneous Codes

## **Document Publication History**

6/23/2023 Annual review; added to related policies section

6/30/2022 Annual review; no update

7/9/2021 Initial publication; policy replaces the previously published Provider Based Billing

Policy that was effective 1/1/2018.

This policy provides information on Community Health Options' claims adjudication processing guidelines. As every claim is unique, the use of this policy is neither a guarantee of payment nor a final prediction of how specific claim(s) will be adjudicated. Claims payment is subject to member eligibility and benefits on the date of service, coordination of benefits, referral/authorization and utilization management guidelines when applicable, adherence to plan policies and procedures, and claims editing logic. Community Health Options reserves the right to amend a payment policy at its discretion. Policies are enforced unless underpinning direction stated otherwise.