

Payment Policy

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Title	Contract Exclusions/Dis Services	allowed Charges	- Inpatient and Outpatient Facility
Number	CP.PP.419.v2.5		
Last Approval Date	04/07/25	Original Effective Date	01/11/10
Cross Reference	 Robotic Surgical System 20985, 0054T and 003 Blood Draw/Venipund 	55T)	Assisted Navigational Codes (S2900,

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 inpatient and outpatient facility charges which are considered not separately reimbursable by the Plan that are submitted on a UB-04/CMS-1450 paper claim form or an 837I electronic claim form.
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	<u>Charges That Are Not Separately Reimbursable</u> - refers to charges that are intrinsically and/or customarily included in room and board or as part of another procedure or service.
Policy	The following list identifies inpatient and outpatient facility charges that are not reimbursed by the Plan. These services will be identified in either a pre-payment or a post-payment hospital claim audit review of hospital charges. NOTE: This list should not be considered the definitive list of all services.
	The broad categories below represent <u>examples</u> of services considered included in the main category based on industry criteria. These examples of excluded/disallowed charges which are not reimbursed include, but are not limited to , the following:
	Blood and Blood Product Administration Service:
	Administrative costs for processing and storage of blood
	Blood administration/transfusions and monitoring of patient
	Documentation and preparation of blood products
	Nursing care and treatment that is within the scope of normal nursing practice and services provided by facility personnel which are considered part of room and board charge or part of an outpatient service or procedure: • Admission assessment

- Bedside nursing care carried out by Nurses (RN/LPN), Certified Nursing Assistants
- Bladder scans
- Dietary and related nursing services
- Dietary services
- Hemodynamic monitoring
- Incremental nursing 1:1 and ICU/CCU setting
- IV Starts, IV Administration, IV Push, IV flush (e.g., Heparin) and, assessments, dressing changes, infusion of fluids
- Medical and psychiatric social services
- Medical and Psychiatric social services
- Medication administration including vaccines, subcutaneous and intramuscular
- Minor medical/surgical supplies
- Monitoring of Patients
- Nasogastric tube insertions
- Nursing/tech time
- Outpatient services billed while patient is Inpatient
- Oximetry
- Personal care items
- PICC Line insertion
- Point of care/bedside testing (such as blood count, arterial blood gas, clotting time, glucose monitoring/glucose monitoring device testing, glucometers, urine dipsticks, hemoglobin/hematocrit, etc.)
- Pre-Op holding for inpatient or outpatient surgery/surgical preparation
- Small volume fluids used as a diluent to mix a drug (e.g., the fluid in the vehicle in which the drug is administered such as sterile water, dextrose, sodium chloride solutions)
- Syringe pump testing
- Tracheostomy care
- Urinary catheterization
- Notwithstanding the foregoing, one venipuncture (36415) charge per day allowed

Equipment which are a required component of a specific level of care room charge:

- Arterial and Swan Ganz monitors in an ICU/CCU setting, NICU, Operating Room and Recovery Room
- Cardiac monitors in an ICU/CCU setting, NICU Telemetry or Step Down, Operating Room and Recovery Room
- CO2 End Tidal Monitor Patients on Ventilator, Operating Room
- Fetal monitors in a labor room setting
- Fluoroscopy/Ultrasound/Vascular Access Guidance for procedures
- Oximetry Monitors
- Oxygen per day/hour charges when a patient is confined to a special care unit (e.g., OR, ICU, CCU, Recovery Room) or part of an outpatient surgical procedure or service
- TEE Monitors during Open Heart Surgery (Transesophageal Echo equipment required in the Open-Heart Room)
- Notwithstanding the foregoing,

 C02 End Tidal Monitor-Patients on Ventilator, Operating Room NICU charges allowed when billed in conjunction with ventilator management and/or NICU Operating Room charges

Equipment which is considered a required component of a specific service and/or procedure:

- Anesthesia machines
- Arterial/Swan Ganz monitors
- Automatic blood pressure machines and/or monitors
- Batteries for any equipment
- Blades
- Cameras
- Cardiac monitors
- C-Arm/Fluoroscopy
- Case/Crash Carts
- Cautery machines
- Cell Saver equipment
- CO2 End Tidal monitors
- Drills/saws/blades used in the OR
- Feeding Pumps
- Fetal monitor
- Flow Meters
- Glucometers
- Grounding pads
- IV pumps/tubing
- Lasers
- Microscopes
- Neurological Monitors
- Oximetry monitors
- PCA Pump/Pain Pump
- Perfusion equipment and supplies in OR when billed in conjunction with perfusionist time increments
- Procedure specific tool kits/instruments rented, loaned or purchased
- Rental equipment
- Retractors
- Robotic surgical systems and computer-aided navigation systems (e.g., DaVinci robotic system)
- Scopes (e.g., laparoscopes, bronchoscopes, endoscopes, fluoroscopy/C-Arm, etc.)
- Surgical Instruments
- Thermometers
- Ventilators

Operating Room/Surgical Suite (Both Inpatient and Outpatient):

- After hours/call back if the facility has 24-hour coverage
- Operating Room set-up charges and equipment (NICU charges excluded) such as, but not limited to:
 - use of the operating room

- linen packs, scopes, sterile instruments, special/custom surgical tools and instrument packs and trays used as part of surgical procedure(s)
- post-op dressings, equipment and sterile supplies such as but not limited to sutures, gloves, bandages/dressings, sponges, prep kits, drapes and surgical attire, Ambu Bags, PICC lines, irrigation lines, skin staplers, skin adhesive, burrs, packing, needles, IV sets, closure devices and tubing
- Robotic surgical systems and computer-aided navigation systems (e.g., DaVinci robotic system)
- Personal care items used for patient conveniences and items needed as a direct result of a procedure or test considered not reimbursable (e.g., such as, but not limited to, deodorant, dry bath, dry shampoo, lotion, mouthwash/oral rinses, powder, soap, telephone calls, television, tissues, toothbrush/toothpaste, bedpans, hot water bottles, icepacks, pillows, sitz baths, urinals, professional manicures, hair styling, etc.)
- Pre-operative care levels,
- Services of qualified facility employed professional and technical personnel (Reimbursement included in room and board procedure or observation charge)
- Notwithstanding the foregoing, NICU Cannulation for ECMO (Ligation of Patent Ductus Arteriosus in patient under approximately 1000 grams) allowed.

Medical/Surgical Supplies:

- All items and supplies that may be purchased over the counter (OTC)
- All reusable items, supplies and equipment that are provided to all
 patients admitted to a given treatment area or unit (e.g., NICU, Burn
 Unit, PACU, Medical/Surgical Unit), as well as all reusable items,
 supplies, and equipment that are provided to all patients receiving the
 same service (e.g., an Ambu bag during resuscitation)
- All reusable items, supplies, and equipment that are provided to all patients during inpatient or outpatient admission are not separately reimbursable
- Any supplies, items, and services that are necessary or otherwise integral to the provision of a specific service and/or the delivery of services in a specific location in the inpatient and outpatient environments
- Cardiac monitors
- Catheter Guidance/Guidewires
- Foley Stat Lock
- Foley/Straight Catheters
- Irrigation Supplies
- Supplies considered integral to patient care (e.g., wipes, swabs, bed pans, etc.)
- Syringes
- Telemetry battery
- Wall Suction

Respiratory Services:

- After hours/call back if the facility has 24-hour coverage
- PEEP/CPAP/O2 when patient is on ventilator support
- Point of care testing

- Pulmonary services such as management of nebulizers/breathing treatments, mechanical chest physiotherapy, swallow testing, IPPB therapy, Nebulizer treatments
- Ventilatory support management and maintenance
- Weaning and extubating of patient off ventilator

Radiology:

- After hours/call back if the facility has 24-hour coverage
- Contrast materials (e.g., Gadoteridol, LOCM, Gastrogafen, Gadoterate, Iohexol)
- Fluoroscopy/Ultrasound/Vascular access guidance for procedures
- Radiopharmaceuticals (e.g., Technetium Tc-99m)
- Services of qualified facility employed professional and technical personnel

Lab:

- After hours/call back if the facility has 24-hour coverage
- Blood draws from capillary puncture, arterial or vascular devices
- Point of care testing (e.g., Urine dipstick, glucometer, mobile device testing, etc.)
- Services of qualified facility employed professional and technical personnel
- Transportation fees related to specimen pickups/handling fees
- Notwithstanding the foregoing, one Venipuncture (36415) charge per day allowed

Emergency Room Supply and Service Charges:

- All monitoring, equipment, supplies, time, and staff charges
- IV Starts, IV Administration, IV Push, IV flush and assessments, dressing changes, infusion of fluids

Pharmacy Services furnished to patients or other departments:

- Administration, documentation, and preparation of drugs in an inpatient setting
- Anesthetic products related to anesthesia maintenance, anesthesia related to surgical procedure and anesthetic reversal agents
- Consultation and advice to medical staff and nursing staff on drug therapy
- Contrast materials, topical anesthetics, irrigation fluids
- Materials necessary for the preparation and administration of drugs such as small volume fluids used as a diluent to mix drugs (e.g., sterile water, Normal Saline, Dextrose, Sodium Chloride, Heparin flushes, etc.)
- Radiopharmaceuticals (e.g., Technetium Tc-99m)
- Services rendered by registered pharmacists and other pharmacy personnel (e.g., mixing fees, facility staff checking and restocking the Pharmacy cart)

Violations of Policy	Violations of this policy by any party that enters 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. Violations of this policy may be grounds for corrective action, up to and including termination of employment.
Exceptions	
Laws, Regulations & Standards	N/A
References	 CMS Publication 15.1 – Provider Reimbursement Manual-Part 1, Chapter 22-Determination of Cost of Services to Beneficiaries Revised Code of Washington (RCW) 18.79 – Nursing Care Washington Administrative Code (WAC) 246-840 – Practical and Registered Nursing Washington Department of Health (DOH) Accounting and Reporting Manual for Hospitals CMS Publication 100-02 Medicare Benefits Policy Manual, Chapter 16-General Exclusion from Coverage, Section 80-Personal Comfort Services CMS Publication 100-04, Chapter 4-Part B Hospital (Including Inpatient Hospital Part B and OPPS), Section 240-Inpatient Part B Hospital Services Washington State Health Care Authority, "Inpatient Hospital Services Billing Guide", February 1, 2024

Policy Owner Review	Payment Int	regrity Oversight Committee
Contact	Any questions regarding the contents of this policy or its application should be directed to the Payment Integrity Department.	
Annual Review Dates	04/07/25; 05/14/24; 04/11/24; 02/05/24; 07/07/23; 10/13/22; 11/01/21; 10/06/20; 12/04/19; 10/11/19; 08/09/18; 10/19/17; 10/19/16; 10/25/15; 10/26/14; 11/03/13; 11/12/12, 12/01/11; 12/02/10	
Version History	08/09/18	Annual review; no changes
	10/11/19	Effective with dates of service 03/01/2020 and after, the following additional services and service categories will be considered not separately reimbursable: Additional services and service categories added in the following sections: Blood and Blood product administration services Nursing care and treatment expanded to include outpatient services
		such as: o Injections, subcutaneous and intramuscular o Nasogastric tube insertions

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	 Point of care/bedside testing (such as blood count, arterial blood gas, clotting time, glucose monitoring etc.), bladder scans Dietary services Minor medical/surgical supplies Medical and psychiatric social services Venipuncture performed by a Nurse Equipment considered required component of level of care room charge Operating Room/Surgical suite-expanded to include Outpatient services: Use of OR, professional and technical personnel and related surgical medical supplies, personal care items Central Supplies issued to other departments Emergency Room supply and service charges Pharmacy Charges furnished to patient
12/04/19	Revision to the Pharmacy Charges section to remove conflicting statement
10/06/20	 Clarified the Purpose statement to indicate that the policy pertains to Facility services billed on a CMS-1450/UB-04 paper claim or 837I electronic claim forms In the "Nursing Ser vices" section, clarified the last bullet regarding "venipuncture" charges In the "Operating Room/Surgical Suite" section clarified that the professional and technical services are those for "facility employed" personnel
11/01/21	Added and/or modified the following sections to provide for clarification on non-reimbursable services: Blood and Blood Product Administration: Administrative costs for processing and storage of blood Blood administration Nursing care and treatment within scope of normal nursing practice: Small volume fluids used as a diluent to mix a drug Venipuncture, one per day allowed Oximetry Nursing/respiratory care performed while patient is on Equipment which are required component of a specific level of room charge: Ventilators in an ICU/CCU setting, NICU Fluoroscopy Identified services allowed when rendered in the NICU (NEW SECTION ADDED) Equipment which is considered a required component of a specific service and/or procedure

	Medical/Surgical Supplies:
	 Cardiac monitors
	 Foley/Straight Catheters
	 Foley Stat Lock
	 Irrigation Supplies
	o Syringes
	 Wall Suction
	 Any supplies, items and services that are necessary or
	otherwise integral to the provision of a specific service
	and/or the delivery of services in a specific location in the
	inpatient and outpatient environments.
	 All items and supplies that may be purchased over the
	counter.
	 All reusable items, supplies and equipment that are
	provided to all patients during an inpatient or outpatient
	admission are not separately reimbursable. All reusable
	items, supplies and equipment that are provided to all
	patients admitted to a given treatment area or unit (e.g.,
	NICU, Burn Unit, PACU, Medical/Surgical Unit), as well
	as all reusable items, supplies and equipment that are
	provided to all patients receiving the same service (e.g., an
	Ambu bag during resuscitation)
	Radiology:
	Services of qualified facility employed professional and
	technical personnel
	• <u>Lab:</u>
	Services of qualified facility employed professional and
	technical personnel
	 Notwithstanding the foregoing, one Venipuncture charge
	per day allowed
	Pharmacy Services furnished to patients:
	Materials necessary for the preparation and administration
	of drugs such as small volume fluids used as a diluent to
	mis drugs (e.g., Sterile water, Dextrose, Sodium Chloride,
	etc.)
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10/13/22	Annual review; no changes
07/07/23	Added and/or modified the following sections to provide for
	clarification on non-reimbursable services:
	• Nursing:
	• PICC line insertion
	 Incremental therapy charges
	 Ventilator adjustments performed by a Registered Nurse
	(RN)
	 Equipment considered part of special level of care room:
	Equipment considered part of special level of care foom.

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	 Oxygen per day/per hour charges
	 Ultrasound guidance for procedures
	• Equipment considered part of a service or procedure:
	 Feeding pumps
	o Flow meters
	o Glucometers
	 IV tubing and sets
	 PCA Pump/Pain pump
	 Perfusion equipment and supplies in the OR
	 Procedure specific tool kits/instruments rented, loaned or
	purchased
	Operating Room Surgical Suite:
	 Special/custom surgical tools
	• Respiratory:
	 CPAP/O2 when patient is on ventilator support
	 Nursing/Respiratory care performed while patient is on a
	ventilator
	 Weaning/extubating of patient off a ventilator
	 Point of care testing
	• <u>Laboratory</u> :
	 Blood draws from capillary puncture, arterial or venous
	devices
	 Point of care testing
	• Emergency Room:
	 IV Starts, IV Administration, IV Push, IV Flush and
	assessments, dressing changes and infusion of fluids
02/05/24	Added and/or modified (BOLDED) the following sections to provide
	for additional clarification on non-reimbursable services:
	• Nursing care:
	 Incremental Therapy Charges (e.g., PT, OT, ST)
	 Dietary and related nursing services
	 Medical and Psychiatric social services
	 Bedside respiratory and pulmonary services
	 Outpatient services billed while patient is Inpatient
	Equipment which are a required component of a specific
	level of care room charge:
	Oximetry Monitors
	Fluoroscopy/Ultrasound/Vascular Access
	Guidance"
	Equipment considered required component of specific services and/or procedure.
	service and/or procedure Perfusion aguinment and supplies in OP when
	 Perfusion equipment and supplies in OR when billed in conjunction with perfusionist time
	increments
	Medical/Surgical Supplies:
	- <u>Medicai/Burgicai Bupplies</u> .

	o Supplies considered integral to patient care (e.g.,
	wipes, swabs, bed pans, etc.)
	o Catheter Guidance/Guidewires
	• <u>Respiratory Services</u> :
	Ventilatory support management and maintenance
	o Bedside respiratory and pulmonary services (e.g.,
	management of nebulizers/breathing treatments,
	mechanical chest physiotherapy, swallow testing,
	IPPB therapy)
	o Nebulizer treatments
	Radiology:
	 Ultrasound guidance for vascular access
	o Contrast materials (e.g., Gadoteridol, LOCM,
	Gastrogafen, Gadoterate, Iohexol)
	o Radiopharmaceuticals (e.g., Technetium Tc-99m)
	Pharmacy Services furnished to patients or other
	<u>departments</u> :
	 Contrast materials, topical anesthetics, irrigation
	fluids
	o Radiopharmaceuticals (e.g., Technetium Tc-99m)
04/11/24	Modified the following sections (BOLDED) to clarify non-
01/11/21	reimbursable services:
	Nursing services:
	o Removed the bullet: Incremental therapy charges (e.g., PT,
	OT, ST)
	Radiology:
	Fluoroscopy/Ultrasound/Vascular access guidance for
	procedures
	 Pharmacy Services furnished to patient or other departments:
	Anesthetic related drugs administered as part of or
	during the time of a procedure (e.g., Propofol)
	during the time of a procedure (e.g., 1 ropoloi)
05/14/24	Added and/or Modified (BOLDED) the following sections to provide
	for additional clarification on non-reimbursable services:
	Nursing Services:
	o Removed the bullet: Injections/vaccinations, subcutaneous
	and intramuscular
	Added the bullet: Medication administration including
	vaccines, subcutaneous and intramuscular
	o Removed the bullet: "Bedside respiratory and pulmonary
	services"
	Respiratory Services: Respiratory Services:
	Revised the bullet: "Bedside respiratory and pulmonary The bullet of the bul
	services (ex. management of nebulizers/breathing
	treatments, mechanical chest physiotherapy, swallow
	treatments, mechanical chest physiotherapy, swallow testing, IPPB therapy, Nebulizer treatments)" to read "Pulmonary services such as management of

	nebulizers/breathing treatments, mechanical chest physiotherapy, swallow testing, IPPB therapy, Nebulizer treatments" • Pharmacy Services: ○ Removed the bullet: "Anesthetic related drugs administered as part of or during the time of a procedure (e.g., Propofol)" ○ Added bullet: "Anesthetic products related to anesthesia maintenance, anesthesia related to surgical procedure and anesthetic reversal agents"
04/07/25	Alphabetized all of the sub-bullets in each of the sub-sections in the Policy section. Two Payment Policies added to the Cross Reference section. Added or modified (BOLDED) the following bullets in the noted sections for additional clarification on non-reimbursable services: Nursing Care Services Added: Bedside nursing care carried out by Nurses (RN/LPN), Certified Nursing Assistants Added: Tracheostomy care Modified: Point of care/bedside testing (such as blood count, arterial blood gas, clotting time, glucose monitoring/glucose monitoring device testing, glucometers, urine dipsticks, hemoglobin/hematocrit, etc.)
	 Equipment Added: Batteries for any equipment; Grounding Pads Robotic surgical systems and computer-aided navigation systems (e.g., DaVinci robotic system) Surgical Instruments Modified: Scopes (e.g., laparoscopes, bronchoscopes, endoscopes, fluoroscopy/C-Arm, etc.) Operating Room/Surgical Suite: Added: Robotic surgical systems and computer-aided navigation systems (e.g., DaVinci robotic system)