

# Reimbursement Information for Diagnostic Ultrasound Procedures<sup>1</sup> Completed with the Vscan\* Pocket-sized Ultrasound Device in Emergency Department Settings

January, 2013

[www.gehealthcare.com/reimbursement](http://www.gehealthcare.com/reimbursement)



This overview addresses coding, coverage, and payment for diagnostic ultrasound procedures performed with a Vscan pocket-sized ultrasound visualization tool used in the hospital emergency department.<sup>2</sup> Vscan ultrasound is a small, battery-powered device that fits in a physician's pocket, and is intended for use in performing focused, non-invasive diagnostic ultrasound imaging, to assist physicians with real-time, point-of-care visual information at the bedside. While this advisory focuses on Medicare program policies, these policies may also be applicable to selected private payers throughout the country.

## Billing Criteria

The use of a Vscan pocket-sized ultrasound device may be billable in certain circumstances. Any use has minimum criteria (see Billing Requirements below) that have to be met before it can be billed separately from an initial evaluation ultrasound exam.

### Extension of Physical Exam

When using the Vscan pocket-sized ultrasound device as an extension of the **patient's physical examination**, it would not be appropriate to bill separately for these ultrasound exams. Rather, these ultrasound exams would be included as an extension of an Evaluation and Management (E/M) examination. Refer to your coding manual to select appropriate CPT codes that address E/M examinations.

### Diagnostic Use

When the Vscan pocket-sized ultrasound device is being utilized for a documented **appropriate medical necessity**, is being performed by appropriately qualified providers, and meets all Medicare requirements including documentation and storage of images, it may be possible for it to be billed and considered for coverage and payment by a payer.<sup>3</sup>

## Billing Requirements

According to many of the local Medicare contractors, billing for a limited diagnostic ultrasound procedure requires that the following minimum requirements be met:

1. It must be medically reasonable and necessary for the diagnosis or treatment of illness or injury.
2. It should be done for the same purpose as a reasonable physician would order a standard ultrasound.
3. It must be billed using the CPT code that accurately describes the service performed.
4. The technical quality of the exam must be in keeping with the accepted national standards and not require a follow-up ultrasound to confirm the results.
5. The study must be performed and interpreted by qualified individuals.
6. The medical necessity, images, findings, interpretation and report must be documented in the medical record.<sup>4</sup>

*Payers or their local branches and the local Medicare contractors may have distinct requirements and policies. Before filing any claims, providers should verify current requirements and policies with the local payer and/or Medicare contractor.*

## Qualifications of Personnel

- The American Medical Association (AMA) policy states\*:

### H-230.960 Privileging for Ultrasound Imaging

1. AMA affirms that ultrasound imaging is within the scope of practice of appropriately trained physicians;
  2. AMA policy on ultrasound acknowledges that broad and diverse use and application of ultrasound imaging technologies exist in medical practice;
  3. AMA policy on ultrasound imaging affirms that privileging of the physician to perform ultrasound imaging procedures in a hospital setting should be a function of hospital medical staffs and should be specifically delineated on the Department's Delineation of Privileges form; and
  4. AMA policy on ultrasound imaging states that each hospital medical staff should review and approve criteria for granting ultrasound privileges based upon background and training for the use of ultrasound technology and strongly recommends that these criteria are in accordance with recommended training and education standards developed by each physician's respective specialty. (Res. 802, I-99; Reaffirmed: Sub. Res. 108, A-00)
- Practice guidelines for performing and interpreting diagnostic ultrasound examinations within Emergency Departments have been developed by the American College of Emergency Physicians® (ACEP). The credentialing requirements and training guidelines can be found outlined in the Policy Statement titled "Emergency Ultrasound Guidelines 2008" on the ACEP website [www.acep.org](http://www.acep.org).
  - *Payers or their local branches and the local Medicare contractors may have distinct requirements and policies. Before filing any claims, providers should verify current requirements and policies with the local payer and/or Medicare contractor.*

*\*(page 354) <http://www.ama-assn.org/resources/doc/medical-schools/sms-a12-agenda-book.pdf>*

# Current Procedural Terminology (CPT) Coding, Definitions and Medicare Payment Rates

## 2013 Reimbursement Rates

If the ultrasound procedure performed with a Vscan pocket-sized ultrasound device does not meet all of the aforementioned requirements, it would not be considered to be separately reportable. It would be considered part of the physical exam.

The following are diagnostic ultrasound CPT codes that may apply depending on where on the body the ultrasound was performed. Also included are the 2013 national average Medicare Physician Fee Schedule (MPFS) and the Hospital Outpatient Ambulatory Payment Category (APC) payment rates for the CPT codes. **Payment will vary in geographic locality.**

### 2013 Medicare reimbursement related to ultrasound procedures performed in the Emergency Department setting.

CPT <sup>5</sup> Code	Physician		Facility	
	Reimbursement Component	Medicare Fee Schedule Amount <sup>6</sup>	APC	Hospital Outpatient Payment <sup>7</sup>
<b>CPT 76604</b> Ultrasound, chest (includes mediastinum), real-time with image documentation	Professional (-26)*	\$ 26.54	0265	\$ 64.57
<b>CPT 76705</b> Ultrasound, abdominal, real-time with image documentation; limited (eg, single organ, quadrant, follow-up)	Professional (-26)	\$ 28.24	0266	\$ 99.32
<b>CPT 76775</b> Ultrasound, retroperitoneal (eg, renal, aorta, nodes), real-time with image documentation; limited	Professional (-26)	\$ 27.90	0266	\$ 99.32
<b>CPT 76815</b> Ultrasound, pregnant uterus, real-time with image documentation, limited (e.g., fetal heart beat, placental location, fetal position and/or qualitative amniotic fluid volume), one or more fetuses	Professional (-26)	\$ 30.96	0265	\$ 64.57
<b>CPT 76857</b> Ultrasound, pelvic (nonobstetric), real-time with image documentation; limited or follow-up (eg, for follicles)	Professional (-26)	\$ 18.71	0265	\$ 64.57
<b>CPT 93304</b> Transthoracic echocardiography for congenital cardiac anomalies; follow-up or limited study	Professional (-26)	\$ 36.06	0269	\$ 390.49
<b>CPT 93308</b> Echocardiography, transthoracic, real-time with image documentation (2D), includes M-mode recording, when performed, follow-up or limited study***	Professional (-26)	\$ 24.84	0697	\$ 212.66

\* Professional (-26) - The professional component is the interpretation of the results of the test. When the professional component is reported separately the service may be identified by adding modifier 26.

\*\* CPT code 93308 refers to the use of echocardiographic imaging (2D only or 2D with M mode recording) when a study is performed to evaluate one specific problem or region of the heart.<sup>8</sup>

## Modifiers

Modifiers explain that a procedure or service was changed without changing the definition of the CPT code set. Here are some common modifiers related to the use of ultrasound for diagnostic ultrasound procedures.

### 26-Professional Component

A physician who performs the interpretation of an ultrasound exam in the hospital outpatient setting may submit a charge for the professional component of the ultrasound service using a modifier (-26) appended to the ultrasound code.

### TC-Technical Component

This modifier would be used to bill for services by the owner of the equipment only to report the technical component of the service. This modifier is most commonly used if the service is performed in an Independent Diagnostic Testing Facility (IDTF).

### 52-Reduced Services

This modifier would be used in certain circumstances when a service or procedure is partially reduced or eliminated at the physician's discretion.

### 76-Repeat Procedure by Same Physician

This modifier is defined as a repeat procedure by the physician on the same date of service or patient session. The CPT defines "same physician" as not only the physician doing the procedure but also as a physician of the same specialty working for the same medical group/employer.

### 77-Repeat Procedure by Another Physician

This modifier is defined as a repeat procedure by another physician on the same date of service or patient session. "Another physician" refers to a physician in a different specialty or one who works for a different group/employer. Medical necessity for repeating the procedure must be documented in the medical record in addition to the use of the modifier.

## ICD-9-CM Diagnosis Coding

It is the physician's responsibility to select the codes that appropriately represent the service performed, and to report the ICD-9-CM code based on his or her findings or the pre-service signs, symptoms or conditions that reflect the reason for doing the ultrasound.

## Medicare Multiple Imaging Payment Rules for Hospital Outpatient Facilities

The Centers for Medicare & Medicaid Services (CMS) has established five imaging composite Ambulatory Payment Classification (APC) groups, (APCs 8004, 8005, 8006, 8007, and 8008) that are based on the families of codes used for the multiple imaging procedure payment reduction policy under the Medicare Physician Fee Schedule (MPFS). Medicare provides a single APC composite payment when two or more imaging procedures using the same imaging modality are provided in a single session. The following chart lists the **ultrasound family of services**, which are paid under Medicare's Ultrasound Composite **APC 8004**.

### Ultrasound Family (APC 8004)

Code	Description
76604	Ultrasound exam, chest
76700	Ultrasound exam, abdominal, complete
76705	Ultrasound exam, abdominal, limited
76770	Ultrasound exam, abdominal back wall, complete
76775	Ultrasound exam, abdominal back wall, limited
76776	Ultrasound exam, kidney transplant w/Doppler
76831	Ultrasound exam, uterus
76856	Ultrasound exam, pelvic, complete
76857	Ultrasound exam, pelvic, limited
76870*	Ultrasound exam, scrotum

A single payment would be made if an emergency department provides one or more imaging services that are categorized within the ultrasound family chart listed above and performed on the same date of service. The 2013 national average Medicare hospital outpatient **payment rate for the Ultrasound Composite (APC 8004) is \$196.61.**

\* Not indicated use for Vscan device

## Limited vs. Complete Ultrasound

Complete and limited ultrasound studies are defined in the ultrasound introductory section notes of the CPT 2013 code book. According to CPT, the report should contain a description of all elements or the reason that an element could not be visualized. As stated in the guidelines, If less than the required elements for a 'complete' exam are reported (eg, limited number of organs or limited portion of region evaluated), the limited code for that anatomic region should be used once per patient exam session.<sup>9</sup>

## Documentation Requirements

Ultrasound performed using a pocket-sized ultrasound device, hand-held ultrasound, a compact portable or a console ultrasound system may be reported using the same CPT codes **as long as** the studies performed meet the requirements addressed above as well as all the following requirements:

- Medical necessity as determined by the payer
- Completeness
- Documented in the patient's medical record

A separate **written** record of the ultrasound procedure(s) should be maintained in the patient record.<sup>10</sup> This should include a description of the structures or organs examined, the findings, and reason for the ultrasound procedure(s). Images are to be labeled with patient identification, facility identification, examination date, the anatomical site imaged, transducer orientation and the initials of the operator. The use of ultrasound without a thorough evaluation of organ(s) or anatomical region, image documentation, and final written report is not separately reportable.

In order to be separately reportable, diagnostic ultrasound procedures require the **production** and **retention** of **image** documentation. It is recommended that permanent ultrasound images, either electronic or hardcopy, from all ultrasound services be retained in the patient record or other appropriate archive.

## Billing for the FAST Exam (Focused Assessment with Sonography for Trauma)

According to the ACEP, three CPT codes reflect separately identifiable elements of the FAST exam as described by the AIUM/ACEP documents.<sup>11</sup> It is important to note that these are separate components and should only be billed if the individual examination(s) are performed. The CPT codes are:

76604 Ultrasound, chest (includes mediastinum), real-time with image documentation

76705 Ultrasound, abdominal, real-time with image documentation; limited (eg, single organ, quadrant, follow-up)

93308 Echocardiography, transthoracic, real-time with image documentation (2D), includes M-mode recording, when performed, follow-up or limited study<sup>12</sup>

However, note that there are articles published by Medicare contractors that state that some of these CPT codes may not be covered. Therefore, it is highly recommended to check with your local Medicare carrier to obtain coverage rules and regulations regarding these examinations.

## Other Considerations

The American Society of Echocardiography (ASE) published a position statement (J Am Soc Echocardiog 2002; 15: 369-73) about hand carried ultrasound in April 2002. This position establishes that "The safety and effectiveness of a diagnostic study should be judged on the medical indications of the study, the qualifications and experience of the providers of service, the quality and completeness of the diagnostic information obtained, and the adherence to published and widely accepted professional standards and processes developed, and not based on the size or cost of the instrumentation used to perform the study."<sup>13</sup>

Furthermore, the ASE document states that the technical capabilities of Hand Carried Ultrasound (HCU) equipment do not themselves serve as a means for distinguishing a complete or limited echocardiogram from an extension of a physical exam.

Therefore, if the appropriate images and data are recorded as follows, the study should be considered an independent diagnostic test rather than an extension of the patient's physical examination.

- a qualified sonographer or physician and interpret the ultrasound exam
- interpreted by a physician with a level 2 (or higher) training in echocardiography (level 2 is described by the American College of Cardiology (ACC) here: ([www.acc.org/qualityandscience/clinical/competence/echo/III\\_transthoracic.htm](http://www.acc.org/qualityandscience/clinical/competence/echo/III_transthoracic.htm)),
- reported in an appropriate manner,
- archived properly,
- and the study was performed for an approved clinical indication.

## Coverage

Use of diagnostic ultrasound services may be a covered benefit if such usage meets all requirements established by that particular payer. It is advisable that you check with your local medical contractor for specific coverage requirement. Also, it is essential that each claim be coded appropriately and supported with adequate documentation in the medical record.

Coverage by private payers varies by payer and by plan with respect to which medical specialties may perform ultrasound services. Some payers will reimburse ultrasound procedures to all specialties while other plans will limit ultrasound procedures to specific types of medical specialties. In addition, there are plans that require providers to submit applications requesting these services be added to the list of services performed in their practice. It is important that you contact the payer prior to submitting claims to determine their requirements.

## Disclaimer

THE INFORMATION PROVIDED WITH THIS NOTICE IS GENERAL REIMBURSEMENT INFORMATION ONLY; IT IS NOT LEGAL ADVICE, NOR IS IT ADVICE ABOUT HOW TO CODE, COMPLETE OR SUBMIT ANY PARTICULAR CLAIM FOR PAYMENT. IT IS ALWAYS THE PROVIDER'S RESPONSIBILITY TO DETERMINE AND SUBMIT APPROPRIATE CODES, CHARGES, MODIFIERS AND BILLS FOR THE SERVICES THAT WERE RENDERED. THIS INFORMATION IS PROVIDED AS OF JANUARY 1, 2013, AND ALL CODING AND REIMBURSEMENT INFORMATION IS SUBJECT TO CHANGE WITHOUT NOTICE. PAYERS OR THEIR LOCAL BRANCHES MAY HAVE DISTINCT CODING AND REIMBURSEMENT REQUIREMENTS AND POLICIES. BEFORE FILING ANY CLAIMS, PROVIDERS SHOULD VERIFY CURRENT REQUIREMENTS AND POLICIES WITH THE LOCAL PAYER.

THIRD PARTY REIMBURSEMENT AMOUNTS AND COVERAGE POLICIES FOR SPECIFIC PROCEDURES WILL VARY INCLUDING BY PAYER, TIME PERIOD AND LOCALITY, AS WELL AS BY TYPE OF PROVIDER ENTITY. THIS DOCUMENT IS NOT INTENDED TO INTERFERE WITH A HEALTH CARE PROFESSIONAL'S INDEPENDENT CLINICAL DECISION MAKING. OTHER IMPORTANT CONSIDERATIONS SHOULD BE TAKEN INTO ACCOUNT WHEN MAKING DECISIONS, INCLUDING CLINICAL VALUE. THE HEALTH CARE PROVIDER HAS THE RESPONSIBILITY, WHEN BILLING TO GOVERNMENT AND OTHER PAYERS (INCLUDING PATIENTS), TO SUBMIT CLAIMS OR INVOICES FOR PAYMENT ONLY FOR PROCEDURES WHICH ARE APPROPRIATE AND MEDICALLY NECESSARY. YOU SHOULD CONSULT WITH YOUR REIMBURSEMENT MANAGER OR HEALTH CARE CONSULTANT, AS WELL AS EXPERIENCED LEGAL COUNSEL.

- 1 Information presented in this document is current as of January 1, 2013. Any subsequent changes which may occur in coding, coverage and payment are not reflected herein.
- 2 The federal statute known as the Stark Law (42 U.S.C. §1395nn) imposes certain requirements which must be met in order for physicians to bill Medicare patients for in-office radiology services. In some states, similar laws cover billing for all patients. In addition, licensure, certificate of need, and other restrictions may be applicable.
- 3 Local Coverage Article for HAND-CARRIED ULTRASOUND Examinations (A11626) [http://www.cms.gov/medicare-coverage-database/details/article-details.aspx?articleId=11626&ver=3&ContrlD=47&ContrVer=1&CtrntrSelected=47\\*1&DocID=A11626&SearchType=Advanced&bc=IAAAAAGAA](http://www.cms.gov/medicare-coverage-database/details/article-details.aspx?articleId=11626&ver=3&ContrlD=47&ContrVer=1&CtrntrSelected=47*1&DocID=A11626&SearchType=Advanced&bc=IAAAAAGAA)
- 4 Ibid.
- 5 Current Procedural Terminology (CPT) is copyright 2012 American Medical Association. All Rights Reserved. No fee schedules, basic units, relative values, or related listings are included in CPT. The AMA assumes no liability for the data contained herein. Applicable FARS/DFARS restrictions apply to government use.
- 6 Third party reimbursement amounts and coverage policies for specific procedures will vary by payer and by locality. The technical and professional components are paid under the Medicare physician fee schedule (MPFS). The MPFS payment is based on relative value units published in Vol 77, No. 222 published on November 16, 2012 and subsequent updates based on legislation enacted by CMS. These changes are effective for services provided from 1/1/13 through 12/31/13. CMS may make adjustments to any or all of the data inputs from time to time. All CPT codes are copyright AMA. Amounts do not necessarily reflect any subsequent changes in payment since publication. To confirm reimbursement rates for specific codes, consult with your local Medicare contractor.
- 7 Third party reimbursement amounts and coverage policies for specific procedures will vary by payer and by locality. The technical component is a payment amount assigned to an Ambulatory Payment Classification under the hospital outpatient prospective payment system, as published in the Federal Register, Vol 77, No. 221 published on November 15, 2012. These changes are effective for services provided from 1/1/13 through 12/31/13. CMS may make adjustments to any or all of the data inputs from time to time. All CPT codes are copyright AMA. Amounts do not necessarily reflect any subsequent changes in payment since publication. To confirm reimbursement rates for specific codes, consult with your local Medicare contractor.
- 8 American College of Cardiology Foundation. Cardiovascular Coding 2009: Practical Reporting of Cardiovascular Services and Procedures; Pg 3.17. CPT Copyright 2008 American Medical Association. All rights reserved.
- 9 2013 CPT Professional Edition, copyright 2012 American Medical Association.
- 10 Certain Medicare carriers require that the physician who performs and/or interprets some types of ultrasound examinations to prove that they have undergone training through recent residency training or post-graduate CME and experience. For further details, contact your Medicare Contractor.
- 11 Ultrasound Coding and Reimbursement Document 2009 Emergency Ultrasound Section American College of Emergency Physicians. [www.acep.org](http://www.acep.org)
- 12 American College of Cardiology Foundation. Cardiovascular Coding 2009: Practical Reporting of Cardiovascular Services and Procedures; Pg 3.17. CPT Copyright 2008 American Medical Association. All rights reserved.
- 13 American Society of Echocardiography Report on Hand Carried Ultrasound (HCU) April 2002 (J Am Soc Echocardiog 2002; 15:369-73).

[www.gehealthcare.com/reimbursement](http://www.gehealthcare.com/reimbursement)

GE Healthcare  
9900 Innovation Drive  
Wauwatosa, WI 53226  
U.S.A.

[www.gehealthcare.com](http://www.gehealthcare.com)



© 2013 General Electric Company – All rights reserved.

General Electric Company reserves the right to make changes in specifications and features shown herein, or discontinue the product described at any time without notice or obligation. Contact your GE Representative for the most current information.

\*GE, GE Monogram and Vscan are trademarks of General Electric Company.