I. SUMMARY OF CHANGES: This transmittal revises diagnosis coding instructions for requests for anticipated payment (RAPs) and claims to conform with HIPAA requirements. It also makes detail corrections to three other sections.

NEW/REVISED MATERIAL - EFFECTIVE DATE: February 16, 2004
*IMPLEMENTATION DATE: February 16, 2004

Disclaimer: The revision date and transmittal number apply only to red italicized material. Any other material was previously published and remains unchanged.

II. SCHEDULE OF CHANGES (R = REVISED, N = NEW, D = DELETED)

<table>
<thead>
<tr>
<th>R/N/D</th>
<th>CHAPTER/SECTION/SUBSECTION/TITLE</th>
</tr>
</thead>
<tbody>
<tr>
<td>R</td>
<td>10 - 40.1 - Request for Anticipated Payment (RAP)</td>
</tr>
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<td>R</td>
<td>10 - 40.2 - HH PPS Claims</td>
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<tr>
<td>R</td>
<td>10 - 50 – Beneficiary-Driven Demand Billing Under HH PPS</td>
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<td>R</td>
<td>10 - 70.2 - Input/Output Record Layout</td>
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<td>R</td>
<td>10 - 80 - Special Billing Situations Involving OASIS Assessments</td>
</tr>
</tbody>
</table>

III. FUNDING: *Medicare contractors only:

These instructions should be implemented within your current operating budget.

IV. ATTACHMENTS:

| X | Business Requirements |
| X | Manual Instruction |
|   | Confidential Requirements |
|   | One-Time Special Notification |
Business Requirements

<table>
<thead>
<tr>
<th>Requirement #</th>
<th>Requirements</th>
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<tbody>
<tr>
<td></td>
<td>see “Provider Education” above</td>
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</table>

II. SUPPORTING INFORMATION AND POSSIBLE DESIGN CONSIDERATIONS

A. Other Instructions: N/A

<table>
<thead>
<tr>
<th>X-Ref Requirement #</th>
<th>Instructions</th>
</tr>
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<tbody>
<tr>
<td></td>
<td></td>
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</table>

B. Design Considerations: N/A

<table>
<thead>
<tr>
<th>X-Ref Requirement #</th>
<th>Recommendation for Medicare System Requirements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
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</tr>
</tbody>
</table>
C. Interfaces: N/A

D. Contractor Financial Reporting /Workload Impact: N/A

E. Dependencies: N/A

F. Testing Considerations: N/A

IV. OTHER CHANGES

<table>
<thead>
<tr>
<th>Citation</th>
<th>Change</th>
</tr>
</thead>
<tbody>
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<td></td>
<td></td>
</tr>
</tbody>
</table>

SCHEDULE, CONTACTS, AND FUNDING

<table>
<thead>
<tr>
<th>Effective Date: February 16, 2004</th>
<th>These instructions should be implemented within your current operating budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>Implementation Date: February 16, 2004</td>
<td></td>
</tr>
<tr>
<td>Pre-Implementation Contact(s): Wil Gehne (410) 786-6148, <a href="mailto:wgehne@cms.hhs.gov">wgehne@cms.hhs.gov</a></td>
<td></td>
</tr>
<tr>
<td>Post-Implementation Contact(s): Regional offices</td>
<td></td>
</tr>
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</table>
40.1 - Request for Anticipated Payment (RAP)

(Rev. 61, 01-16-04)

The following data elements are required to submit a request for anticipated payment under HH PPS. Effective for dates of service on or after October 1, 2000, home health services under a plan of care are paid based on a 60-day episode of care. Payment for this episode is usually made in two parts. To receive the first part of the HH PPS split payment, the HHA must submit a request for anticipated payment (RAP) with coding as described below.

Each RAP must be based on a current OASIS based payment group represented by a HIPPS code. In general, a RAP and a claim will be submitted for each episode period. Each claim, usually following a RAP and at the end of an episode, must represent the actual utilization over the episode period. If the claim is not received 120 days after the start date of the episode or 60 days after the paid date of the RAP (whichever is greater), the RAP payment will be canceled automatically by Medicare claims processing systems. The full recoupment of the RAP payment will be reflected on the next remittance advice.

If care continues with the same provider for a second episode of care, the RAP for the second episode may be submitted even if the claim for the first episode has not yet been submitted. If a prior episode is overpaid, the current mechanism of generating an accounts receivable debit and deducting it on the next remittance advice (RA) will be used to recoup the overpaid amount.

While a RAP is not considered a claim for purposes of Medicare regulations, it is submitted using the same formats as Medicare claims. The Social Security Act at §1862 (a)(22) requires that all claims for Medicare payment must be submitted in an electronic form specified by the Secretary of Health and Human Services, unless an exception described at §1862 (h) applies. The electronic form required for billing HH episodes is the ANSI X12N 837 Institutional claim transaction. Since the data structure of the 837 transaction is difficult to express in narrative form and to provide assistance to small providers excepted from the electronic claim requirement, the instructions below are given relative to the UB-92 (Form CMS-1450) hardcopy form. A table to crosswalk UB-92 form locators to the 837 transaction is found in Chapter 25, §100.

Form Locator (FL) 1. (Untitled) Provider Name, Address, and Telephone Number

Required - The minimum entry is the agency’s name, city, State, and ZIP code. The post office box number or street name and number may be included. The State may be abbreviated using standard post office abbreviations. Five or nine-digit ZIP codes are acceptable. This information is used in connection with the Medicare provider number (FL 51) to verify provider identity.

FL 2. Not required for Medicare HH RAP billing.
**FL 3. Patient Control Number**

**Optional** - The patient’s control number may be shown if the HHA assigns one and needs it for association and reference purposes.

**FL 4. TOB Required** - This 3-digit alphanumeric code gives three specific pieces of information. The first digit identifies the type of facility. The second classifies the type of care. The third indicates the sequence of this bill in this particular episode of care. It is referred to as a “frequency” code. The types of bill accepted for HH PPS requests for anticipated payment are any combination of the codes listed below:

**Code Structure** (only codes used to bill Medicare are shown).

**1st Digit-Type of Facility**

3 - Home Health

**2nd Digit-Bill Classification (Except Clinics and Special Facilities)**

2 - Hospital Based or Inpatient (Part B) (includes HHA visits under a Part B plan of care).

**NOTE:** While the bill classification of “3,” defined as “Outpatient (includes HHA visits under a Part A plan of care and use of HHA DME under a Part A plan of care)” may also be appropriate to a HH PPS claim depending upon a beneficiary’s eligibility, Medicare encourages HHAs to submit all RAPs with bill classification “2.” Medicare claims processing systems determine whether a HH claim should be paid from the Part A or Part B trust fund and will change the bill classification digit on the electronic claim record as necessary to reflect this.

**3rd Digit-Frequency**

<table>
<thead>
<tr>
<th>Frequency Code</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>2-Interim-First Claim</td>
<td>For HHAs, used for the submission of original or replacement RAPs.</td>
</tr>
<tr>
<td>8-Void/Cancel of a Prior Claim</td>
<td>Used to indicate this bill is an exact duplicate of an incorrect bill previously submitted. A code “2” bill (a replacement RAP) must be submitted for the episode to be paid. If a RAP is submitted in error (for instance, an incorrect HIPPS code is submitted), this code cancels it so that a corrected RAP can be submitted.</td>
</tr>
</tbody>
</table>

RHHIs will allow only provider-submitted cancellations of RAPs and claims to process as adjustments against original RAPs. Provider may not adjust RAPs.

**FL 5.** Not required for Medicare HH RAP billing.

**FL 6. Statement Covers Period (From-Through)**
**Required** - Typically, these fields show the beginning and ending dates of the period covered by a bill. Since the RAP is a request for payment for future services, however, the ending date may not be known. The RAP contains the same date in both the “from” and “through” date fields. On the first RAP in an admission, this date should be the date the first service was provided to the beneficiary. On RAPs for subsequent episodes of continuous care, this date should be the day immediately following the close of the preceding episode (day 61, 121, etc.). All dates are in the format MM-DD-YY.


FL 12. Patient’s Name

**Required** - Patient’s last name, first name, and middle initial.

FL 13 Patient’s Address

**Required** - Patient’s full mailing address, including street number and name, post office box number or RFD, City, State, and ZIP code.

FL 14. Patient’s Birthdate

**Required** - Month, day, and year of birth (MM-DD-YY) of patient.

**Left blank** if the full correct date is not known.

FL 15. Patient’s Sex

**Required** - “M” for male or “F” for female must be present. This item is used in conjunction with FLS 67-81 (diagnoses and surgical procedures) to identify inconsistencies.


FL 17. Admission Date

**Required** - Date the patient was admitted to home health care (MM-DD-YY). On the first RAP in an admission, this date should match the statement covers “from” date in FL 6. On RAPs for subsequent episodes of continuous care, this date should remain constant, showing the actual date the beneficiary was admitted to home health care. The date on RAPs for subsequent episode should, therefore, match the date submitted on the first RAP in the admission.


FL 20. Source of Admission

**Required** - Indicates the source of this admission. Source of admission information will be used by Medicare to correctly establish and track home health episodes.

**Code Structure:**

<table>
<thead>
<tr>
<th>Code</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Physician Referral</td>
</tr>
<tr>
<td>2</td>
<td>Clinic Referral</td>
</tr>
<tr>
<td>3</td>
<td>HMO Referral</td>
</tr>
<tr>
<td>4</td>
<td>Transfer from a Hospital</td>
</tr>
<tr>
<td>5</td>
<td>Transfer from a SNF</td>
</tr>
<tr>
<td>6</td>
<td>Transfer from Another Health Care Facility</td>
</tr>
<tr>
<td>7</td>
<td>Emergency Room</td>
</tr>
<tr>
<td>8</td>
<td>Court/Law Enforcement</td>
</tr>
<tr>
<td>9</td>
<td>Information Not Available</td>
</tr>
<tr>
<td>A</td>
<td>Transfer from a Critical Access Hospital (CAH)</td>
</tr>
<tr>
<td>B</td>
<td>Transfer from Another HHA</td>
</tr>
<tr>
<td>C</td>
<td>Readmission to Same HHA</td>
</tr>
</tbody>
</table>

On the first RAP in an admission, this code reflects the actual source of admission. On RAPs for subsequent episodes of continuous care, the HHA reports code 1, physician referral, since the beneficiary is not a new admission but continues to receive services under a physician’s plan of care.


FL 22. Patient Status

**Required** - Indicates the patient’s status as of the “through” date of the billing period (FL 6). Since the “through” date of the RAP will match the “from” date, the patient will
never be discharged as of the “through” date. As a result only one patient status is possible on RAPs.

**Code structure**

<table>
<thead>
<tr>
<th>Code</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>30</td>
<td>Still patient</td>
</tr>
</tbody>
</table>

**FL 23. Medical Record Number**

*Optional* - This is the number assigned to the patient’s medical/health record. The RHHI must carry information entered in this field through their system and return it to the biller.

**FLs 24 - 30. Condition Codes**

*Conditional.* The HHA enters any NUBC approved code to describe conditions that apply to the RAP.

If canceling the RAP (TOB 3X8), the agency reports one of the following:

**Claim Change Reasons**

<table>
<thead>
<tr>
<th>Code</th>
<th>Title</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>D5</td>
<td>Cancel to Correct HICN or Provider ID</td>
<td>Cancel only to correct an HICN or Provider Identification Number.</td>
</tr>
<tr>
<td>D6</td>
<td>Cancel Only to Repay a Duplicate or OIG Overpayment</td>
<td>Cancel only to repay a duplicate payment or OIG overpayment. Use when D5 is not appropriate.</td>
</tr>
</tbody>
</table>

Enter “Remarks” in FL 84, indicating the reason for cancellation.

For a complete list of Condition codes, see Chapter 25.

**FL 31.** Not required for Medicare HH RAP billing.

**FL 32, 33, 34, and 35. Occurrence Codes and Dates**

*Optional* - Enter any NUBC approved code to describe occurrences that apply to the RAP. Event codes are two alphanumeric digits, and dates are shown as eight numeric digits (MM-DD-YY).

Fields 32A-35A must be completed before fields 32B-35B are used.

FL 35 contains the same occurrence span code as the code in FL 34, and the occurrence span “through” date is in the date field.
Other codes may be required by other payers, and while they are not used by Medicare, they may be entered on the RAP.

For a complete list of Occurrence Codes, see Chapter 25.

**FL 36. Occurrence Span Code and Dates**

**Not Required** - Since the statement covers period (FL 6) of the RAP is a single day, occurrence spans cannot be reported.

**FL 37. Internal Control Number (ICN)/ Document Control Number (DCN)**

**Required** - If canceling a RAP, HHAs must enter the control number (ICN or DCN) that the FI assigned to the original RAP here (reported on the remittance record). ICN/DCN is not required in any other case. Show payer A’s ICN/DCN on line “A” in FL 37. Similarly, HHAs show the ICN/DCN for Payer’s B and C on lines B and C respectively, in FL 37.

**FL 38.** Not required for Medicare HH RAP billing.

**FLs 39-41. Value Codes and Amounts**

**Required** - Home health episode payments must be based upon the site at which the beneficiary is served. RAPs will not be processed without the following value code:

<table>
<thead>
<tr>
<th>Code</th>
<th>Title</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>61</td>
<td>Location Where Service is Furnished (HHA and Hospice)</td>
<td>MSA number (or rural state code) of the location where the home health or hospice service is delivered. The HHA reports the number in dollar portion of the form locator right justified to the left of the dollar/cents delimiter, add two zeros to the cents field if no cents.</td>
</tr>
</tbody>
</table>

A description of the MSA system and codes can be found at the following Web site:


**Optional** - Any NUBC approved Value code to describe other values that apply to the RAP. Value code(s) and related dollar amount(s) identify data of a monetary nature necessary for the processing of this claim. The codes are two alphanumeric digits, and each value allows up to nine numeric digits (0000000.00). Negative amounts are not allowed except in FL 41. Whole numbers or nondollar amounts are right justified to the left of the dollars and cents delimiter. Some values are reported as cents, so the biller must refer to specific codes for instructions.
If more than one value code is shown for a billing period, codes are shown in ascending numeric sequence. There are two lines of data, line “a” and line “b.” FLs 39a through 41a must be used before FLs 39b through 41b (i.e., the first line is used before the second line).

For a complete list of value codes, see Chapter 25.

**FL 42 and 43 Revenue Code and Revenue Description**

**Required** - One revenue code line is required on the RAP. This line will be used to report a single Health HIPPS code (defined below) that will be the basis of the anticipated payment. The required revenue code and description for HH PPS RAPs follows:

<table>
<thead>
<tr>
<th>Revenue Code</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>0023</td>
<td>Home Health Services</td>
</tr>
</tbody>
</table>

The 0023 code is not submitted with a charge amount.

**Optional** - HHAs may submit additional revenue code lines at their option, reporting any revenue codes which are accepted on HH PPS claims (see §40.2) except another 0023. Purposes for doing so may include the requirements of the other payers, or billing software limitations that require a charge on all requests for payment.

**NOTE:** Revenue codes 058X and 059X are not accepted with covered charges on Medicare home health RAPs under HH PPS. Revenue code 0624 (investigational devices) is not accepted at all on Medicare home health RAPs under HH PPS.

HHAs may report a “Total” line, with revenue code 0001, in FL 42. The adjacent charges entry in FL 47 may be the sum of the charges billed. However, Medicare claims processing systems will overlay this amount with the total payment for the RAP.

**FL 44. HCPCS/Rates**

**Required** - On the 0023 revenue code line, the HHA reports the HIPPS code for which anticipated payment is being requested.

**Optional** - If additional revenue code lines are submitted on the RAP, HHAs must report HCPCS codes as appropriate to that revenue code. Coding detail for each revenue code under HH PPS is defined in §40.2.

**FL 45. Service Date**

**Required** - On the 0023 revenue code line, the HHA reports the date of the first billable service provided under the HIPPS code reported on that line.
Optional - If additional revenue codes are submitted on the RAP, the HHA reports service dates as appropriate to that revenue code. Coding detail for each revenue code under HH PPS is defined in §40.2.

FL 46. Units of Service

Optional - Units of service are not required on the 0023 revenue code line. If additional revenue codes are submitted on the RAP, the HHA reports units of service as appropriate to that revenue code. Coding detail for each revenue code under HH PPS is defined in §40.2.

FL 47. Total Charges

Required - Zero charges must be reported on the 0023 revenue code line. Medicare claims processing systems will place the payment amount for the RAP in this field on the electronic claim record.

Optional - If additional revenue codes are submitted on the RAP, the HHA reports any necessary charge amounts to meet the requirements of other payers or its billing software. Medicare claims processing systems will not make any payments based upon submitted charge amounts.

FL 48. Noncovered Charges

Not Required - The HHA does not report noncovered charges for Medicare on RAPs.

FL 49. Not required for Medicare HH RAP billing.

FLs 50A, B, and C. Payer Identification

Required - See Chapter 25.

Medicare does not make Secondary Payer payments on RAPs. This includes conditional payments.

FL 51. Medicare Provider Number

Required - The HHA enters the six position alphanumeric “number” assigned by Medicare. It must be entered on the same line (A, B, or C) as “Medicare” in FL 50.

If a Medicare provider number changes within a 60-day episode, reflect this by closing out the original episode with a claim under the original provider number, indicating patient status 06. This claim will be paid a PEP adjustment. Submit a new RAP under the new provider number to open a new episode under the new provider number. In such cases report the new provider number in this field.
**FLs 52A, B, and C. Release of Information Certification Indicator**

**Required** - A “Y” code indicates the provider has on file a signed statement permitting the provider to release data to other organizations in order to adjudicate the claim. An “R” code indicates the release is limited or restricted. An “N” code indicates no release on file.

**FL 53.** Not required for Medicare HH RAP billing.

**FL 54.** Not required for Medicare HH RAP billing.

**FL 56.** Not required for Medicare HH RAP billing.

**FL 57.** Not required for Medicare HH RAP billing.

**FLs 58A, B, and C. Insured’s Name**

**Required** - On the same lettered line (A, B, or C) that corresponds to the line on which Medicare payer information is shown in FLs 50-54, record the patient’s name as shown on the patient’s HI card or other Medicare notice.

**FLs 59A,B,and C. Patient’s Relationship to insured**, Not required for Medicare HH RAP billing

**FLs 60A, B, and C. Certificate/Social Security Number/HI Claim/Identification Number Required**.

See Chapter 25.

**FL 61.** Not required for Medicare HH RAP billing.

**FL 62.** Not required for Medicare HH RAP billing.

**FL 63. Treatment Authorization Code**

**Required** - The HHA enters the claim-OASIS matching key output by the Grouper software. This data element links the RAP record to the specific OASIS assessment used to produce the HIPPS code reported in FL 44. This is an eighteen-position code, containing the start of care date (eight positions, from OASIS item M0030 ), the date the assessment was completed (eight positions, from OASIS item M0090), and the reason for assessment (two positions, from OASIS item M0100).

The elements in this code must be reproduced exactly as they appear on the OASIS assessment, matching date formats used on the assessment. In cases of billing for denial notice, using condition code 21, this code may be filled with eighteen ones.
The investigational device (IDE) revenue code, 0624, is not allowed on HH PPS claims. Therefore, treatment authorization codes associated with IDE items must never be submitted in this field.

**FL 64.** Not required for Medicare HH RAP billing.

**FL 65.** Not required for Medicare HH RAP billing.

**FL 66.** Not required for Medicare HH RAP billing.

**FL 67. Principal Diagnosis Code**

**Required** - The HHA enters the ICD-9-CM code for the principal diagnosis. The code must be reported according to Official ICD-9-CM Guidelines for Coding and Reporting, as required by the Health Insurance Portability and Accountability Act (HIPAA). The code must be the full ICD-9-CM diagnosis code, including all five digits where applicable. Where the proper code has fewer than five digits, the HHA does not fill it with zeros.

The ICD-9 code and principle diagnosis reported in FL67 must match the primary diagnosis code reported on the OASIS form item M0230 (Primary Diagnosis).

**FLs 68-75. Other Diagnoses Codes**

**Required** - The HHA enters the full ICD-9-CM codes for up to eight additional conditions if they coexisted at the time of the establishment of the plan of care. None of these other diagnoses may duplicate the principal diagnosis listed in FL 67 as an additional or secondary diagnosis.

For other diagnoses, the diagnoses and ICD-9 codes reported in FLs 68-75 must match the additional diagnoses reported on the OASIS, form item M0240 (Other Diagnoses). In listing the diagnoses, the HHA places them in order to best reflect the seriousness of the patient’s condition and to justify the disciplines and services provided in accordance with the Official ICD-9-CM Guidelines for Coding and Reporting. The sequence of codes should follow ICD-9 guidelines for reporting manifestation codes. Therefore, if a manifestation code is part of the primary diagnosis, the first two diagnoses should match and appear in the same sequence on both forms. Medicare does not have any additional requirements regarding the reporting or sequence of the codes beyond those contained in ICD-9 guidelines.

OASIS form items M0245a and M0245b, Payment Diagnosis, are not directly reported in any field of the claim form. If under ICD-9 coding guidelines the codes reported in these OASIS items must be reported as Other Diagnoses, the codes may be repeated in OASIS form item M0240 and will be reported in FLs 68-75. In other circumstances, the codes reported in M0245a and M0245b may not appear on the claim form at all.

**FL 76.** Not required for Medicare HH RAP billing.
FL 77. Not required for Medicare HH RAP billing.

FL 78. Not required for Medicare HH RAP billing.

FL 79. Not required for Medicare HH RAP billing.

FL 80. Not required for Medicare HH RAP billing.

FL 81. Not required for Medicare HH RAP billing.

FL 82. **Attending/Requesting Physician I.D.**

**Required** - The HHA enters the UPIN and name of the attending physician that has established the plan of care with verbal orders.

FL 83. Not required for Medicare HH RAP billing.

FL 84. **Remarks**

**Required** - Remarks are necessary when canceling a RAP, to indicate the reason for the cancellation.

FL 85. Not required for Medicare HH RAP billing.

FL 86. Not required for Medicare HH RAP billing.

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40.2 - **HH PPS Claims**

*(Rev. 61, 01-16-04)*

The following data elements are required to submit a claim under home health PPS. For billing of home health claims not under a HH plan of care (not under HH PPS), see §90. Effective for dates of service on or after October 1, 2000, home health services under a plan of care will be paid based on a 60-day episode of care. Payment for this episode will usually be made in two parts. After a RAP has been paid and a 60-day episode has been completed, or the patient has been discharged, the HHA submits a claim to receive the balance of payment due for the episode.

HH PPS claims will be processed in Medicare claims processing systems as debit/credit adjustments against the record created by the RAP, except in the case of “No-RAP” LUPA claims (see §40.3). As the claim is processed the payment on the RAP will be reversed in full and the full payment due for the episode will be made on the claim. Both the debit and credit actions will be reflected on the remittance advice (RA) so the net payment on the claim can be easily understood. Detailed remittance advice information is contained in Chapter 22.
The Social Security Act at §1862 (a)(22) requires that all claims for Medicare payment must be submitted in an electronic form specified by the Secretary of Health and Human Services, unless an exception described at §1862 (h) applies. The electronic form required for billing HH episodes is the ANSI X12N 837 Institutional claim transaction. Since the data structure of the 837 transaction is difficult to express in narrative form and to provide assistance to small providers excepted from the electronic claim requirement, the instructions below are given relative to the UB-92 (Form CMS-1450) hardcopy form. A table to crosswalk UB-92 form locators to the 837 transaction is found in Chapter 25, §100.

FL 1. (Untitled) Provider Name, Address, and Telephone Number

**Required** - The minimum entry is the agency’s name, city, State, and ZIP code. The post office box number or street name and number may be included. The State may be abbreviated using standard post office abbreviations. Five or nine-digit ZIP codes are acceptable. Use this information in connection with the Medicare provider number (FL 51) to verify provider identity.

FL 2. Not required for Medicare HH PPS claim billing

FL 3. Patient Control Number

**Required** - The patient’s control number may be shown if the patient is assigned one and the number is needed for association and reference purposes.

FL 4. TOB

**Required** - This 3-digit alphanumeric code gives three specific pieces of information. The first digit identifies the type of facility. The second classifies the type of care. The third indicates the sequence of this bill in this particular episode of care. It is referred to as a “frequency” code. The types of bill accepted for HH PPS claims are any combination of the codes listed below:

Code Structure (only codes used to bill Medicare are shown).

1st Digit-Type of Facility

3 - Home Health

2nd Digit-Bill Classification (Except Clinics and Special Facilities)

2 - Hospital Based or Inpatient (Part B) (includes HHA visits under a Part B plan of treatment).

**NOTE:** While the bill classification of 3, defined as “Outpatient (includes HHA visits under a Part A plan of treatment and use of HHA DME under a Part A plan of treatment)” may also be appropriate to a HH PPS claim, Medicare encourages HHAs to submit all claims with bill classification 2. Medicare claims system
determine whether a HH claim should be paid from the Part A or Part B trust fund and will change the bill classification digit on the electronic claim record as necessary to reflect this.

3rd Digit-Frequency - Definition

7 - Replacement of Prior Claim - HHAs use to correct a previously submitted bill. Apply this code for the corrected or “new” bill. These adjustment claims must be accepted at any point within the timely filing period after the payment of the original claim.

8 - Void/Cancel of a Prior Claim - HHAs use this code to indicate this bill is an exact duplicate of an incorrect bill previously submitted. A replacement RAP or claim must be submitted for the episode to be paid.

9 - Final Claim for a HH PPS Episode - This code indicates the HH bill should be processed as a debit/credit adjustment to the RAP. This code is specific to home health and does not replace frequency codes 7, or 8.

HH PPS claims will be submitted with the frequency of “9.” These claims may be adjusted with frequency “7” or cancelled with frequency “8.” FIs do not accept late charge bills, submitted with frequency “5” on HH PPS claims. To add services within the period of a paid HH claim, an adjustment must be submitted by the HHA.

FL 5. Not required for Medicare HH PPS claim billing.

FL 6. Statement Covers Period (From-Through)

Required - The beginning and ending dates of the period covered by this claim. The “from” date must match the date submitted on the RAP for the episode. For continuous care episodes, the “through” date must be 59 days after the “from” date. The patient status code in FL 22 must be 30 in these cases. In cases where the beneficiary has been discharged or transferred within the 60-day episode period, HHAs will report the date of discharge in accordance with internal discharge procedures as the Through date. If a discharge claim is submitted due to change of FI, see FL 22 below. If the beneficiary has died, the HHA reports the date of death in the through date. In such cases, the “through” date field should represent the date of discharge or last billable service date. Any NUBC approved patient status code may be used in these cases. The HHA may submit claims for payment immediately after the claim “through” date. It is not required to hold claims until the end of the 60-day episode unless the beneficiary continues under care. All dates are submitted in the format MM-DD-YY.

FL 7. Not required for Medicare HH PPS claim billing.

FL 8. Not required for Medicare HH PPS claim billing.

FL 10. Not required for Medicare HH PPS claim billing.

FL 11. Not required for Medicare HH PPS claim billing.

FL 12. Patient’s Name

Required - Enter the patient’s last name, first name, and middle initial.

FL 13. Patient’s Address

Required - Enter the patient’s full mailing address, including street number and name, post office box number or RFD, City, State, and ZIP code.

FL 14. Patient’s Birthdate

Required - Enter the month, day, and year of birth (MM-DD-YY) of patient. If the full correct date is not known, leave blank.

FL 15. Patient’s Sex

Required - “M” for male or “F” for female must be present. This item is used in conjunction with FLs 67-81 (diagnoses and surgical procedures) to identify inconsistencies.


FL 17. Admission Date

Required - The HHA enters the same date of admission that was submitted on the RAP for the episode (MM-DD-YY).

FL 18. Not required for Medicare HH PPS claim billing.


FL 20. Source of Admission

Required - Enter the same source of admission code that was submitted on the RAP for the episode.


FL 22. Patient Status

Required - Enter the code that most accurately describes the patient’s status as of the “Through” date of the billing period. Any applicable NUBC approved code may be used. Revise the list to reflect recently added NUBC codes (62, 63, any other more recent ones)
<table>
<thead>
<tr>
<th>Code</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>01</td>
<td>Discharged to home or self-care (routine discharge)</td>
</tr>
<tr>
<td>02</td>
<td>Discharged/transferred to another short-term general hospital for inpatient care</td>
</tr>
<tr>
<td>03</td>
<td>Discharged/transferred to SNF</td>
</tr>
<tr>
<td>04</td>
<td>Discharged/transferred to an Intermediate Care Facility (ICF)</td>
</tr>
<tr>
<td>05</td>
<td>Discharged/transferred to another type of institution (including distinct parts)</td>
</tr>
<tr>
<td>06</td>
<td>Discharged/transferred to home under care of organized home health service organization, <strong>OR</strong> Discharged and readmitted to the same home health agency within a 60-day episode period</td>
</tr>
<tr>
<td>07</td>
<td>Left against medical advice or discontinued care</td>
</tr>
<tr>
<td>20</td>
<td>Expired (or did not recover - Religious Nonmedical Patient)</td>
</tr>
<tr>
<td>30</td>
<td>Still patient or expected to return for outpatient services</td>
</tr>
<tr>
<td>40</td>
<td>Expired at home (Hospice claims only)</td>
</tr>
<tr>
<td>42</td>
<td>Expired - place unknown (Hospice claims only)</td>
</tr>
<tr>
<td>50</td>
<td>Discharged/transferred to hospice - home</td>
</tr>
<tr>
<td>51</td>
<td>Discharged/transferred to hospice - medical facility</td>
</tr>
<tr>
<td>61</td>
<td>Discharge/transferred within this institution to a hospital-based Medicare approved swing bed</td>
</tr>
<tr>
<td>71</td>
<td>Discharged/transferred/referred to another institution for outpatient services as specified by the discharge plan of care</td>
</tr>
<tr>
<td>72</td>
<td>Discharged/transferred/referred to this institution for outpatient services as specified by the discharge plan of care</td>
</tr>
</tbody>
</table>

Patient status code 06 should be reported in all cases where the HHA is aware that the episode will be paid as a partial episode payment (PEP) adjustment. These are cases in which the agency is aware that the beneficiary has transferred to another HHA within the 60-day episode, or the agency is aware that the beneficiary was discharged with the goals of the original plan of care met and has been readmitted within the 60-day episode. Situations may occur in which the HHA is unaware at the time of billing the discharge that these circumstances exist. In these situations, Medicare claims processing systems
will adjust the discharge claim automatically to reflect the PEP adjustment, changing the patient status code on the paid claims record to 06.

In cases where the ownership of an HHA is changing which causes the six digit Medicare provider number to change, the service dates on the claims must fall within the effective dates of the terminating provider number. To ensure this, RAPs for all episodes with “from” dates before the termination date of the provider number must be resolved by the provider submitting claims for shortened periods, with “through” dates on or before the termination date. The provider must indicate that these claims will be partial episode payment (PEP) adjustments by using patient status 06. Billing for the beneficiary is being “transferred” to the new agency ownership. In changes of ownership which do not affect the six digit Medicare provider number, billing for episodes is also unaffected.

In cases where an HHA is aware in advance that a beneficiary will become enrolled in a Medicare+Choice plan as of a certain date, the provider should submit a claim for the shortened period prior to the HMO enrollment date. The claim should be coded with patient status 06. Payment responsibility for the beneficiary is being “transferred” from Medicare fee-for-service to Medicare+Choice, since HH PPS applies only to Medicare fee-for-service.

If HHAs require guidance on OASIS assessment procedures in these cases, refer them to the appropriate state OASIS education coordinator.

**FL 23. Medical Record Number**

**Required** - Enter the number assigned to the patient’s medical/health record. The RHHI must carry it through their system and return it on the remittance record.

**FLs 24 - 30. Condition Codes**

**Optional** - Enter any NUBC approved code to describe conditions that apply to the claim.

Claim Change Reasons

<table>
<thead>
<tr>
<th>Code</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>D0</td>
<td>Changes to Service Dates (From and Through dates)</td>
</tr>
<tr>
<td>D1</td>
<td>Changes to Charges</td>
</tr>
<tr>
<td>D2</td>
<td>Changes to Revenue Codes/HCPCS/HIPPS Rate Codes</td>
</tr>
<tr>
<td>D7</td>
<td>Change to Make Medicare the Secondary Payer</td>
</tr>
<tr>
<td>D8</td>
<td>Change to Make Medicare the Primary Payer</td>
</tr>
<tr>
<td>D9</td>
<td>Any Other Change</td>
</tr>
</tbody>
</table>
Code   Definition

E0   Change in Patient Status (Use D9 if multiple changes are necessary)

20   Demand Bill (See §50)

21   No payment bill (See Chapter 1)

If adjusting the claim to correct a HIPPS code, HHAs use condition code D2 and enter “Remarks” in FL 84 indicating the reason for the HIPPS code change. Use D9 if multiple changes are necessary.

**Required** - If canceling the claim (TOB 3x8), HHAs report the condition codes D5 or D6 and enter “Remarks” in FL 84 indicating the reason for cancellation of the claim.

**Code   Definition**

D5   Cancel to Correct HICN or Provider ID

D6   Cancel Only to Repay a Duplicate or OIG Overpayment

For a complete list of Condition Codes see Chapter 25.

**FL. 31.** Not required for Medicare HH PPS claims billing

**FL 32, 33, 34, and 35. Occurrence Codes and Dates**

**Optional** - The HHA enters any NUBC approved code to describe occurrences that apply to the claim.

See Chapter 25.

**FL 36. Occurrence Span Code and Dates**

**Optional** - The HHA enters any NUBC approved Occurrence Span code to describe occurrences that apply to the claim. Reporting of occurrence span code 74 is not required to show the dates of an inpatient admission during an episode.

For a complete list of Occurrence Span codes see Chapter 25.

**FL 37. Internal Control Number (ICN)/ Document Control Number (DCN)**

**Required** - If submitting an adjustment (TOB 3X7) to a previously paid HH PPS claim, the HHA enters the control number assigned to the original HH PPS claim here. The HHA inserts the ICN/DCN of the claim to be adjusted here. The HHA shows payer A’s ICN/DCN on line “A” in FL 37, and shows the ICN/DCN for Payer’s B and C on lines B and C respectively, in FL 37.
Since HH PPS claims are processed as adjustments to the RAP, Medicare claims processing systems will match all HH PPS claims to their corresponding RAP and populate this field on the electronic claim record automatically. Providers do not need to submit an ICN/DCN on all HH PPS claims, only on adjustments to paid claims.

**FL 38.** Not required for Medicare HH PPS claim billing.

**FLs 39-41. Value Codes and Amounts**

**Required** - See §40.1, FL 39 - 41.

For episodes in which the beneficiary’s site of service changes from one MSA to another within the episode period, HHAs should submit the MSA code corresponding to the site of service at the end of the episode on the claim.

**NOTE:** FI value codes. Providers report code 61. The FI places codes 17 and 61 - 65 on the claim in processing. They may be visible in CMS online history and on remittances.

<table>
<thead>
<tr>
<th>Code</th>
<th>Title</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>17</td>
<td>Outlier Amount</td>
<td><em>The amount</em> of any outlier payment returned by the Pricer with this code. (Always place condition code 61 on the claim along with this value code.)</td>
</tr>
<tr>
<td>61</td>
<td>Location Where Service is Furnished (HHA and Hospice)</td>
<td>HHAs report the MSA number (or rural state code) of the location where the home health or hospice service is delivered. The HHA reports the number in dollar portion of the form locator right justified to the left of the dollar/cents delimiter, add two zeros to the cents field if no cents.</td>
</tr>
<tr>
<td>62</td>
<td>HH Visits - Part A</td>
<td>The number of visits determined by Medicare to be payable from the Part A trust fund to reflect the shift of payments from the Part A to the Part B trust fund as mandated by §1812(a)(3) of the Social Security Act.</td>
</tr>
<tr>
<td>63</td>
<td>HH Visits - Part B</td>
<td>The number of visits determined by Medicare to be payable from the Part B trust fund to reflect the shift of payments from the Part A to the Part B trust fund as mandated by §1812 (a)(3) of the Social Security Act.</td>
</tr>
<tr>
<td>64</td>
<td>HH Reimbursement - Part A</td>
<td>The dollar amounts determined to be associated with the HH visits identified in a value code 62 amount. This Part A payment reflects the shift of payments from the Part A to the Part B trust fund as</td>
</tr>
<tr>
<td>Code</td>
<td>Title</td>
<td>Definition</td>
</tr>
<tr>
<td>------</td>
<td>--------------------------------------------</td>
<td>----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>65</td>
<td>HH Reimbursement - Part B</td>
<td>The dollar amounts determined to be associated with the HH visits identified in a value code 63 amount. This Part B payment reflects the shift of payments from the Part A to the Part B trust fund as mandated by §1812 (a)(3) of the Social Security Act.</td>
</tr>
</tbody>
</table>

If information returned from the Common Working File (CWF) indicates all visits on the claim are Part A, the FI shared system must place value codes 62 and 64 on the claim record, showing the total visits and total PPS payment amount as the values, change the TOB on the claim record to 33X, and send the claim to CWF with RIC code V.

If information returned from CWF indicates all visits on the claim are Part B, the shared system must place value codes 63 and 65 on the claim record, showing the total visits and total PPS payment amount as the values, and send the claim to CWF with RIC code W.

If information returned from CWF indicates certain visits on the claim are payable from both Part A and Part B, the shared system must place value codes 62, 63, 64, and 65 on the claim record. The shared system also must populate the values for code 62 and 63 based on the numbers of visits returned from CWF and prorate the total PPS reimbursement amount based on the numbers of visits to determine the dollars amounts to be associated with value codes 64 and 65. The shared system will not change the TOB and will return the claim to CWF with RIC code U.

**FL 42 and 43 Revenue Code and Revenue Description**

**Required**

See Chapter 25 for explanation of the varying third digit of the revenue code represented by “X” in this section.

Claims must report a 0023 revenue code line matching the one submitted on the RAP for the episode. If this matching 0023 revenue code line is not found on the claim, Medicare claims processing systems will reject the claim. If there is a change in the HIPPS code, refer to the SCIC chart located in §10.1.20 to determine if the HIPPS code should be reported. In the rare instance in which a beneficiary is assessed more than once in a day, report only one 0023 revenue code, with the HIPPS code generated by the assessment done latest in the day.

If the claim represents an episode in which the beneficiary experienced a significant change in condition (SCIC), the HHA reports one or more additional 0023 revenue code lines to reflect each change. Assessments that do not change the payment group (i.e., no
new HHRG) do not have to be reported as a SCIC adjustment. SCICs are determined by an additional OASIS assessment of the beneficiary that changes the HHRG and HIPPS code that applies to the episode and a change order from the physician to the plan of care. Each additional 0023 revenue code line will show in FL 44 the new HIPPS code output from the Grouper for the additional assessment, the first date on which services were provided under the revised plan of care in FL 45 and zero charges in FL 46. See §40.1, FL 44, for more detailed information on the HIPPS code.

Unlike RAPs, claims must also report all services provided to the beneficiary within the episode. Each service must be reported in line item detail. Each service visit (revenue codes 042X, 043X, 044X, 055X, 056X and 057X) must be reported as a separate line. Any of the following revenue codes may be used:

027X Medical/Surgical Supplies (Also see 062X, an extension of 027X)

Required detail: With the exception of revenue code 0274 (prosthetic and orthotic devices), only service units and a charge must be reported with this revenue code. If also reporting revenue code 0623 to separately identify specific wound care supplies, not just supplies for wound care patients, ensure that the charge amounts for revenue code 0623 lines are mutually exclusive from other lines for supply revenue codes reported on the claim. Report only nonroutine supply items in this revenue code or in 0623. Revenue code 0274 requires a HCPCS code, the date of service units and a charge amount.

042X Physical Therapy

Required detail: HCPCS code G0151 (services of a physical therapist under a home health plan of care, each 15 minutes), the date of service, service units which represent the number of 15 minute increments that comprised the visit, and a charge amount.

043X Occupational Therapy

Required detail: HCPCS code G0152 (services of an occupational therapist under a home health plan of care, each 15 minutes), the date of service, service units which represent the number of 15 minute increments that comprised the visit, and a charge amount.

044X Speech-Language Pathology

Required detail: HCPCS code G0153 (services of a speech and language pathologist under a home health plan of care, each 15 minutes), the date of service, service units which represent the number of 15 minute increments that comprised the visit, and a charge amount.
055X Skilled Nursing

Required detail: HCPCS code G0154 (services of a skilled nurse under a home health plan of care, each 15 minutes), the date of service, service units which represent the number of 15 minute increments that comprised the visit, and a charge amount.

056X Medical Social Services

Required detail: HCPCS code G0155 (services of a clinical social worker under a home health plan of care, each 15 minutes), the date of service, service units which represent the number of 15 minute increments that comprised the visit, and a charge amount.

057X Home Health Aide (Home Health)

Required detail: HCPCS code G0156 (services of a home health aide under a home health plan of care, each 15 minutes), the date of service, service units which represent the number of 15 minute increments that comprised the visit, and a charge amount.

NOTE: FIs do not accept revenue codes 058X or 059X when submitted with covered charges on Medicare home health claims under HH PPS. They also do not accept revenue code 0624, investigational devices, on HH claims under HH PPS.

Revenue Codes for Optional Billing of DME

Billing of Durable Medical Equipment (DME) provided in the episode is not required on the HH PPS claim. Home health agencies retain the option to bill these services to their RHHI or to have the services provided under arrangement with a supplier that bills these services to the DME Regional Carrier. Agencies that choose to bill DME services on their HH PPS claims must use the revenue codes below. For additional instructions for billing DME services see Chapter 20.

029X Durable Medical Equipment (DME) (Other Than Renal)

Required detail: the applicable HCPCS code for the item, a date of service indicating the purchase date or the beginning date of a monthly rental, a number of service units, and a charge amount. Monthly rental items should be reported with a separate line for each month’s rental and service units of one.

060X Oxygen (Home Health)

Required detail: the applicable HCPCS code for the item, a date of service, a number of service units, and a charge amount.
Revenue Code for Optional Reporting of Wound Care Supplies

062X  Medical/Surgical Supplies - Extension of 027X

Required detail: Only service units and a charge must be reported with this revenue code. If also reporting revenue code 027X to identify nonroutine supplies other than those used for wound care, the HHA must ensure that the charge amounts for the two revenue code lines are mutually exclusive.

HHAs may voluntarily report a separate revenue code line for charges for nonroutine wound care supplies, using revenue code 0623. Notwithstanding the standard abbreviation “surg dressings,” HHAs use this code to report charges for ALL nonroutine wound care supplies, including but not limited to surgical dressings.

Chapter 7 of the Medicare Benefit Policy Manual defines routine vs. nonroutine supplies. HHAs will continue to use that definition to determine whether any wound care supply item should be reported in this line because it is nonroutine.

Information on patient differences in supply costs can be used to make refinements in the home health PPS case-mix adjuster. The case-mix system for home health prospective payment was developed from information on the cost of visit time for different types of patients. If supply costs also vary significantly for different types of patients, the case-mix adjuster may be modified to take both labor and supply cost differences into account. Wound care supplies are a category with potentially large variation. HHAs can assist CMS’ future refinement of payment rates if they consistently and accurately report their charges for nonroutine wound care supplies under revenue center code 0623. HHAs should ensure that charges reported under revenue code 027X for nonroutine supplies are also complete and accurate.

HHAs may continue to report a “Total” line, with revenue code 0001, in FL 42. The adjacent charges entry in FL 47 may sum charges billed. Medicare claims processing systems will assure this amount reflects charges associated with all revenue code lines excluding any 0023 lines.

FL 44. HCPCS/Rates

Required - On the earliest dated 0023 revenue code line, the HHA must report the HIPPS code (See §40.1 for definition of HIPPS codes) that was reported on the RAP. On claims reflecting a significant change in condition (SCIC), the HHA reports on each additional 0023 line the HIPPS codes produced by the Grouper based on each additional OASIS assessment, unless the HIPPS code change has no payment impact (same HHRG).

For revenue code lines other than 0023, which detail all services within the episode period, the HHA reports HCPCS codes as appropriate to that revenue code.
FL 45. Service Date

**Required** - On each 0023 revenue code line, the HHA reports the date of the first service provided under the HIPPS code reported on that line. For other line items detailing all services within the episode period, it reports service dates as appropriate to that revenue code. Coding detail for each revenue code under HH PPS is defined above under FL 43 above. For service visits that begin in one calendar day and span into the next calendar day, report one visit using the date the visit ended as the service date.

FL 46. Units of Service Required

The HHA should not report units of service on 0023 revenue code lines. For line items detailing all services within the episode period, the HHA reports units of service as appropriate to that revenue code. Coding detail for each revenue code under HH PPS is defined above under FL 43. For the revenue codes that represent home health visits (042X, 043X, 044X, 055X, 056X, and 057X), the HHA reports as units of service a number of fifteen minute increments that comprise the time spent treating the beneficiary. Time spent completing the OASIS assessment in the home as part of an otherwise covered and billable visit and time spent updating medical records in the home as part of such a visit may also be reported. Visits of any length are to be reported, rounding the time to the nearest 15-minute increment. Visits cannot be split into multiple lines. Report covered and noncovered increments of the same visit on the same line.

FL 47. Total Charges

**Required** - Zero charges must be reported on the 0023 revenue code line (the field may be zero or blank). Medicare claims processing systems will place the episode payment amount for the claim in this field on the electronic claim record. For LUPA claims, the per visit payment will be reported on individual line items.

For line items detailing all services within the episode period, report charges as appropriate to that revenue code. Coding detail for each revenue code under HH PPS is defined above under FL 43. Charges may be reported in dollars and cents (i.e. charges are not required to be rounded to dollars and zero cents). Medicare claims processing systems will not make any payments based upon submitted charge amounts.

FL 48. Noncovered Charges

**Required** - The total noncovered charges pertaining to the related revenue code in FL 42 are entered here. The HHA reports all noncovered charges, including no-payment claims.

Claims with Both Covered and Noncovered Charges

The HHA reports (along with covered charges) all noncovered charges, related revenue codes, and HCPCS codes, where applicable. On the UB-92 flat file, the HHA uses record type 61, Field No. 10 (total charges) and Field No. 11 (noncovered charges).
HHA Bills with All Noncovered Charges

The HHA submits claims when all of the charges on the claim are noncovered (no-payment claim). The HHA completes all items on a no-payment claim in accordance with instructions for completing claims for payment, with exceptions including all charges reported as noncovered. See Chapter 1 for further instructions on no-payment bills.

[space holder]

FLs 50A, B, and C. Payer Identification

Required - See Chapter 25.

FL 51. Medicare Provider Number

Required - The HHA enters the six position alphanumeric “number” assigned by Medicare. It must be entered on the same line as “Medicare” in FL 50.

The HHA reflects a change in Medicare provider number within a 60-day episode by closing out the original episode with a PEP claim under the original provider number and opening a new episode under the new provider number. In this case, it reports the original provider number in this field.

FLs 52A, B, and C. Release of Information Certification Indicator

Required - See Chapter 25.

FL 53. Not required for Medicare HH PPS claim billing.

FL 54. Not required for Medicare HH PPS claim billing.

FL 55. Not required for Medicare HH PPS claim billing.

FL 56. Not required for Medicare HH PPS claim billing.

FL 57. Not required for Medicare HH PPS claim billing.

FLs 58A, B, and C. Insured’s Name

Required only if MSP involved. See the Medicare Secondary Payer Manual. Enter the beneficiary’s name as shown on the Health Insurance Claim card. The name should be recorded on line A if Medicare is prime, line B if Medicare is secondary, and line C if Medicare is the tertiary payer. This placement, A, B, or C, should correspond with the line Medicare was recorded on in FL 50.

FLs 59A, B, and C. Patient’s Relationship To Insured

Required only if MSP involved. See the Medicare Secondary Payer Manual.
FLs 60A, B, and C. Certificate/Social Security Number/HI Claim/Identification Number

**Required only if MSP involved.** See the Medicare Secondary Payer Manual. Enter the Medicare health insurance claim number as shown on the Medicare card. Place this information on Line A, B, or C as consistent with FL 58.

FLs 61A, B, and C. Group Name

**Required only if MSP involved.** See the Medicare Secondary Payer (MSP) Manual.

FLs 62A, B, and C. Insurance Group Number

**Required only if MSP involved.** See the Medicare Secondary Payer (MSP) Manual.

FL 63. Treatment Authorization Code

**Required** - The HHA enters the claim-OASIS matching key output by the Grouper software. This data element links the claim record to the specific OASIS assessment used to produce the HIPPS code reported in FL 44. This is an eighteen-position code, containing the start of care date (eight positions, from OASIS item M0030), the date the assessment was completed (eight positions, from OASIS item M0090), and the reason for assessment (two positions, from OASIS item M0100). The elements in this code must be reproduced exactly as they appear on the OASIS assessment, matching date formats used on the assessment.

In most cases the claims-OASIS matching key on the claim will match that submitted on the RAP. In SCIC cases, however, the matching key reported must correspond to the OASIS assessment that produced the HIPPS code on the latest dated 0023 revenue code line on the claim.

FL 64. Employment Status Code

**Required only if MSP involved.** See the Medicare Secondary Payer (MSP) Manual.

FL 65. Employer Name

**Required only if MSP involved.** See the Medicare Secondary Payer (MSP) Manual.

Where the HHA is claiming a payment under the circumstances described under FLs 58A, B, or C, and there is involvement of WC or EGHP, it enters the name of the employer that provides health care coverage for the individual.

FL 66. Employer Location

**Required only if MSP involved.** See the Medicare Secondary Payer (MSP) Manual.
FL 67. Principal Diagnosis Code

**Required** - The HHA enters the ICD-9-CM code for the principal diagnosis. *The code must be reported according to Official ICD-9-CM Guidelines for Coding and Reporting, as required by the Health Insurance Portability and Accountability Act (HIPAA).* The code may be the full ICD-9-CM diagnosis code, including all five digits where applicable. Where the proper code has fewer than five digits, the HHA does not fill it with zeros.

The ICD-9 code and principle diagnosis reported in FL67 must match the primary diagnosis code reported on the OASIS form item M0230 (Primary Diagnosis).

In most cases the principal diagnosis code on the claim will match that submitted on the RAP. In SCIC cases, however, the principal diagnosis code reported must correspond to the OASIS assessment that produced the HIPPS code on the latest dated 0023 revenue code line on the claim.

FLs 68-75. Other Diagnoses Codes

**Required** - The HHA enters the full ICD-9-CM codes for up to eight additional conditions if they coexisted at the time of the establishment of the plan of care. These codes may not duplicate the principal diagnosis listed in FL 67 as an additional or secondary diagnosis.

For other diagnoses, the diagnoses and ICD-9 codes reported in FLs 68-75 must match the additional diagnoses reported on the OASIS, form item M0240 (Other Diagnoses). In listing the diagnoses, the HHA places them in order to best reflect the seriousness of the patient’s condition and to justify the disciplines and services provided in accordance with the Official ICD-9-CM Guidelines for Coding and Reporting. The sequence of codes should follow ICD-9 guidelines for reporting manifestation codes. Therefore, if a manifestation code is part of the primary diagnosis, the first two diagnoses should match and appear in the same sequence on both forms. *Medicare does not have any additional requirements regarding the reporting or sequence of the codes beyond those contained in ICD-9 guidelines.*

*OASIS form items M0245a and M0245b, Payment Diagnosis, are not directly reported in any field of the claim form. If under ICD-9 coding guidelines the codes reported in these OASIS items must be reported as Other Diagnoses, the codes may be repeated in OASIS form item M0240 and will be reported in FLs 68-75. In other circumstances, the codes reported in M0245a and M0245b may not appear on the claim form at all.*

FL 76. Not required for Medicare HH PPS claim billing.

FL 77. Not required for Medicare HH PPS claim billing.

FL 78. Not required for Medicare HH PPS claim billing.

FL 79. Not required for Medicare HH PPS claim billing.
FL 80. Not required for Medicare HH PPS claim billing.

FL 81. Not required for Medicare HH PPS claim billing.

FL 82. Attending/Requesting Physician I.D.

**Required** - The HHA enters the UPIN and name of the attending physician that has signed the plan of care.

FL 83. Not required for Medicare HH PPS claim billing.

FL 84. Remarks

**Optional** - Remarks are required only in cases where the claim is cancelled or adjusted.

FL 85. Not required for Medicare HH PPS claim billing.

FL 86. Not required for Medicare HH PPS claim billing.

50 - Beneficiary-Driven Demand Billing Under HH PPS

*(Rev. 61, 01-16-04)*

A3-3638.30, PM-A-01-05

Demand billing is a procedure through which beneficiaries can request Medicare payment for services that (1) their HHAs advised them were not medically reasonable and necessary, or that (2) they failed to meet the homebound, intermittent or noncustodial care requirements, and therefore would not be reimbursed if billed. The HHA must inform the beneficiary of this assessment in a Home Health Advance Beneficiary Notice (HHABN), Form CMS-R-296, which also must be signed by the beneficiary or appropriate representative.

Beneficiaries pay out of pocket or third party payers cover the services in question, but HHAs in return, upon request of the beneficiary, are required to bill Medicare for the disputed services. If, after its review, Medicare decides some or all the disputed services received on the “demand bill” are covered and pays for them, the HHA would refund the previously collected funds for these services. If the Medicare determination upholds the HHA’s judgment that the services were not medically reasonable and necessary, or that the beneficiary failed to meet the homebound or intermittent care requirements, the HHA keeps the funds collected, unless the Regional Home Health Intermediary (RHHI) determines the HHABN notification was not properly executed, or some other factor changed liability for payment of the disputed services back to the HHA.

With the advent of HH PPS, the Medicare payment unit for home care changes from visits to episodes, usually 60 days in length. In order to be eligible for episode payment,
Medicare beneficiaries must be: (1) under a physician plan of care, and (2) at least one service must have been provided to the beneficiary, so that a request for anticipated payment (RAP) can be sent to Medicare and create a record of an episode in Medicare claims processing systems. Therefore, initially under HH PPS, demand billing must conform to ALL of the following criteria:

- Situations in which disputed services are called for under a plan of care, but the HHA believes the services do not meet Medicare criteria for coverage;
- Claims sent to Medicare with TOB 32X and 33X; and
- Episodes on record in Medicare claims processing systems (at least one service in episode).

A - Interval of Billing

Under HH PPS, the interval of billing will change and become standard. At most, a RAP and a claim will be billed for each episode. Providers may submit a RAP after the delivery of the first service in the 60-day episode, and they must submit a claim either after discharge or after the end of the 60-day episode. This will not change in demand bill situations, so that only the claim at the end of the episode is the demand bill.

B - Timeliness of Billing

CMS requests that HHAs submit demand bills promptly. Timely filing requirements were not changed by HH PPS (see Chapter 1 for information on timely filing). The CMS has defined “promptly” for HH PPS to mean submission at the end of the episode in question. The beneficiary, must also be given either a copy of the claim or a written statement of the date the claim was submitted. HH PPS provides a new incentive to be prompt in filing claims, since RAP payments will be automatically recouped against other payments if the claim for a given episode does not follow the RAP in the later of: (1) 120 days from the start of the episode; or (2) 60 from the payment date of the RAP. The RAP must be re-billed once payment has been recouped if the claim is to be billed unless the claim is a no-RAP LUPA as described in §40.3.

C - Claim Requirements

Original HH PPS claims are submitted with TOB 329 in form locator (FL) 4, and provide all other information required on that claim for HH PPS episode, including all visit-specific detail for the entire episode (the HHA must NOT use 3X0). When such claims also serve as demand bills, the following information must also be provided: condition code “20” in FL 24-30; and the services in dispute shown as noncovered (FL 48) line items. Demand Bills may be submitted with all noncovered charges. Provision of this additional information assures medical review of the demand bill. HH PPS adjustment bills, TOB 327, may also be submitted but must have been preceded by the submission of a 329 claim for the same episode. RAPs are not submitted as demand bills, but must be
submitted for any episode for which a demand bill will be submitted. Such RAPs should not use condition code 20, only the claim of the episode uses this code.

Cases may arise in which the services in dispute are visits for which an HHA has physician’s orders, but the duration of the visits exceeds Medicare coverage limits. However, the portion of these visits that is not covered by Medicare may be covered by another payer (e.g., an eight hour home health aide visit in which the first two hours may be covered by Medicare and the remaining six hours may be covered by other insurance). In such cases, HHAs must submit these visits on demand bills as a single line item, representing the portion potentially covered by Medicare with a covered charge amount and the portion to be submitted for consideration by other insurance with a noncovered charge amount on the same line. Units reported on this line item should represent the entire elapsed time of the visit (the sum of the covered and noncovered portions), represented in 15 minute increments.

D - Favorable Determinations and Medicare Payment

Results of Medicare determinations favorable to the party requesting the demand bill will not necessarily result in increased Medicare payment. In such cases, and even if a favorable determination is made but payment does not change, HHAs will still refund any monies collected from beneficiaries or other payers for services previously thought not medically necessary under Medicare. Medicare payment will change only with the addition of covered visits if one or more of the following conditions apply:

- An increase in the number of therapy visits results in meeting the therapy threshold for an episode in which the therapy threshold was not previously met - in such cases, the payment group of the episode would be changed by the RHHI in medical review;

- An increase in the number of overall visits that either:
  1. Changes payment from a low-utilization payment adjustment to a full episode; or
  2. Results in the episode meeting the threshold for outlier payment (it is highly unlikely both things occur for the same episode);

- A favorable ruling on a demand bill adds days to:
  3. An episode that received a partial episode payment (PEP) adjustment, or
  4. A period within an episode that received a significant change in condition (SCIC) adjustment.

If a favorable determination is made, RHHIs will assure pricing of the claim occurs after medical review so that claims also serving as demand bills receive appropriate payment.
E - Appeals

Appeal of Medicare determinations made on HH PPS claims also serving as demand bills is accomplished by appealing the HH PPS claim. Such appeals are done in accordance with regulations stipulating appeals rights for Medicare home health claims. HH PPS RAPs do not have appeal rights; rather, appeals rights are tied to the claims that represent all services delivered for the entire episode unit of payment.

F – Specific Demand Billing Scenarios

HHABN policy has continued to change, but documentation of this policy can be found at:

• The ABN Web site; and
• Chapter 30 (Financial Liability Protections), §60, of this Manual.

The Notice of Exclusions from Medicare Benefits (NEMB) can also be referenced on the ABN Web site.

1. Independent Assessment. Billing questions relative to the HHABN and home health assessments have persisted. With regard to payment liability for the assessment itself, the assessment is a non-covered service that is not a Medicare benefit and is never separately payable by Medicare. In all cases of statutory exclusions, a choice remains: The provider may or may not decide to hold the beneficiary liable, and Medicare cannot specify which is appropriate because the service at issue is outside Medicare's scope.

If a decision is made to hold a beneficiary liable for just the assessment, CMS believes providers must be in compliance with the home health Conditions of Participation (COPs), as follows:

484.10.e (1) The patient has the right to be advised, before care is initiated, of the extent to which payment for the HHA services may be expected from Medicare or other sources, and the extent to which payment may be required from the patient. Before care is initiated, the HHA must inform the patient, orally and in writing, of: (i) The extent to which payment may be expected from Medicare, Medicaid or any other Federally funded or aided program known to the HHA; (ii) The charges for services that will not be covered by Medicare; and (iii) The charges that the individual has to pay.

Therefore, while no notice may be required if the provider chooses to be liable, the conditions state a notice is required if the beneficiary is to be held liable, and must be delivered prior to the service in question. Since the HHABN is not appropriate in these cases, the provider is free to develop their own written notice, but Medicare does have a voluntary form, the NEMB, could be used for this purpose.
2. Termination of the Benefit During the Episode Period. The HHABN is likely to be warranted in cases when only non-skilled, not medically necessary or non-covered services remain to be delivered under the plan of care, or when the beneficiary is no longer homebound, during the 60 days of the original episode period. These situations can be triggering events under existing HHABN policy (i.e., termination of the benefit), since the close of the episode, or the end of the benefit, occurs at this point, and a Medicare “paper” discharge can be done (i.e., the final claim for the episode prepared and submitted). At this point two billing options exist:

a. If there is no doubt the benefit has been completed, meaning the ordering physician, beneficiary and provider agree Medicare coverage has ended, the HHA has the option of billing the balance of the 60 day period remaining after the benefit has ended on a no payment claim as described in section 60 below. As with other statutory exclusions or services not part of a recognized Medicare benefit, notification of the beneficiary as to his/her liability prior to delivery of the service if the provider intends to charge may still be required by the HH COPs. A form such as the NEMB can be used in these cases.

b. If there is doubt/dispute as to the benefit is continuing, the whole 60-day episode period must be billed on a single HH PPS demand bill, and HHABNs must be given when triggering event(s) occur.

3. Billing in Excess of the Benefit. In some states, the Medicaid program will cover more hours of care in a week than the Medicare benefit. Therefore, a HHA may be billing hours/visits in excess of the benefit during a Medicare home health episode for a dually eligible beneficiary. Since the care delivered in excess of the benefit is not part of the benefit, and does not affect the amount of Medicare’s prospectively set payment, there is no dispute as to liability, and a HHABN is not required unless a triggering event occurs; that is, care in excess of the benefit is not a triggering event in and of itself requiring an HHABN. Billing services in excess of the benefit is discussed in C in this section.

4. One-Visit Episodes. Since intermittent skilled nursing care is a requirement of the Medicare home health benefit, questions often arise as to the billing of one-visit episodes. Medicare claims systems will process such billings, but these billings should only be done when some factor potentially justifies the medical necessity of the service relative to the benefit.

Many of these cases do not even need to be demand billed, because coverage is not in doubt, since physician orders called for delivery of the benefit. When the beneficiary dies after only one visit is a clear-cut example. When physician orders called for additional services, but the beneficiary died before more services could be delivered, the delivery of only one visit is covered. The death is clearly indicated on the claim with use of patient status code 20. Other cases in which orders clearly called for additional services, but circumstances prevented delivery of more than one service by the HHA, are also appropriately billed to Medicare in the same fashion.

There may be rare cases where, even though orders do not clearly indicate the need for additional services, the HHA feels delivery of the service is medically justified by
Medicare’s standard, and should be covered. In such situations, when doubt exists, a HHA should still give the beneficiary a HHABN if a triggering event has occurred, explaining Medicare may not cover the service, and then demand bill the service in question.

No billing is required when there is no dispute that the one service called for on the order does not meet the requirements for the Medicare home health benefit, or is not medically necessary. However, there are options for billing these non-covered services as discussed in Chapter 1 of this Manual, Section 60, Note the COPs may require notification in this situation if the beneficiary is to be held liable, as discussed in 1. immediately above.

70.2 - Input/Output Record Layout

(Rev. 61, 01-16-04)

The HH Pricer input/output file will be 450 bytes in length. The required data and format are shown below:

<table>
<thead>
<tr>
<th>File Position</th>
<th>Format</th>
<th>Title</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>1-10</td>
<td>X(10)</td>
<td>NPI</td>
<td>This field will be used for the National Provider Identifier when it is implemented.</td>
</tr>
<tr>
<td>11-22</td>
<td>X(12)</td>
<td>HIC</td>
<td>Input item: The Health Insurance Claim number of the beneficiary, copied from FL 60 of the claim form.</td>
</tr>
<tr>
<td>23-28</td>
<td>X(6)</td>
<td>PROV-NO</td>
<td>Input item: The six-digit OSCAR system provider number, copied from FL 51 of the claim form.</td>
</tr>
<tr>
<td>29-31</td>
<td>X(3)</td>
<td>TOB</td>
<td>Input item: The TOB code, copied from FL 4 of the claim form.</td>
</tr>
<tr>
<td>32</td>
<td>X</td>
<td>PEP-INDICATOR</td>
<td>Input item: A single Y/N character to indicate if a claim must be paid a partial episode payment (PEP) adjustment. Medicare claims processing systems must set a Y if the patient status code in FL 22 of the claim is 06. An N is set in all other cases.</td>
</tr>
<tr>
<td>33-35</td>
<td>9(3)</td>
<td>PEP-DAYS</td>
<td>Input item: The number of days to be used for PEP payment calculation. Medicare claims processing systems determine this number by the span of days from and including the first line item service date on the claim to and including the last line item service date on the claim.</td>
</tr>
<tr>
<td>File Position</td>
<td>Format</td>
<td>Title</td>
<td>Description</td>
</tr>
<tr>
<td>---------------</td>
<td>--------</td>
<td>------------------------------------</td>
<td>-------------</td>
</tr>
<tr>
<td>36</td>
<td>X</td>
<td>INIT-PAY-INDICATOR</td>
<td>Input item: A single character to indicate if normal percentage payments should be made on RAP or whether payment should be based on data drawn by the Medicare claims processing systems from field 19 of the provider specific file. Valid values:</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>0 = Make normal percentage payment</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>1 = Pay 0%</td>
</tr>
<tr>
<td>37-43</td>
<td>X(7)</td>
<td>FILLER</td>
<td>Blank.</td>
</tr>
<tr>
<td>44-46</td>
<td>X(3)</td>
<td>FILLER</td>
<td>Blank.</td>
</tr>
<tr>
<td>47-50</td>
<td>X(4)</td>
<td>MSA</td>
<td>Input item: The metropolitan statistical area (MSA) code, copied from the value code 61 amount in FLs 39-41 of the claim form.</td>
</tr>
<tr>
<td>51-52</td>
<td>X(2)</td>
<td>FILLER</td>
<td>Blank.</td>
</tr>
<tr>
<td>53-60</td>
<td>X(8)</td>
<td>SERV-FROM-DATE</td>
<td>Input item: The statement covers period “From” date, copied from FL 6 of the claim form. Date format must be CCYYMMDD.</td>
</tr>
<tr>
<td>61-68</td>
<td>X(8)</td>
<td>SERV-THRU-DATE</td>
<td>Input item: The statement covers period “through” date, copied from FL 6 of the claim form. Date format must be CCYYMMDD.</td>
</tr>
<tr>
<td>69-76</td>
<td>X(8)</td>
<td>ADMIT-DATE</td>
<td>Input item: The admission date, copied from FL 17 of the claim form. Date format must be CCYYMMDD.</td>
</tr>
<tr>
<td>77</td>
<td>X</td>
<td>HRG-MED-REVIEW-INDICATOR</td>
<td>Input item: A single Y/N character to indicate if a HIPPS code has been changed by medical review. Medicare claims processing systems must set a Y if an ANSI code on the line item indicates a medical review change. An N must be set in all other cases.</td>
</tr>
<tr>
<td>78-82</td>
<td>X(5)</td>
<td>HRG-INPUT-CODE</td>
<td>Input item: Medicare claims processing systems must copy the HIPPS code reported by the provider on each 0023 revenue code line. If an ANSI code on the line item indicates a medical review change, Medicare claims processing systems must copy the additional HIPPS code placed on the 0023 revenue code line by the medical reviewer.</td>
</tr>
<tr>
<td>File Position</td>
<td>Format</td>
<td>Title</td>
<td>Description</td>
</tr>
<tr>
<td>---------------</td>
<td>--------</td>
<td>--------------------</td>
<td>-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>83-87</td>
<td>X(5)</td>
<td>HRG - OUTPUT - CODE</td>
<td>Output item: The HIPPS code used by the Pricer to determine the payment amount on the claim. This code will match the input code in all cases except when the therapy threshold for the claim was not met.</td>
</tr>
<tr>
<td>88-90</td>
<td>9(3)</td>
<td>HRG-NO-OF - DAYS</td>
<td>Input item: A number of days calculated by the shared systems for each HIPPS code. The number is determined by the span of days from and including the first line item service date provided under that HIPPS code to and including the last line item service date provided under that HIPPS code.</td>
</tr>
<tr>
<td>91-96</td>
<td>9(2)V9(4)</td>
<td>HRG-WGTS</td>
<td>Output item: The weight used by the Pricer to determine the payment amount on the claim.</td>
</tr>
<tr>
<td>97-105</td>
<td>9(7)V9(2)</td>
<td>HRG-PAY</td>
<td>Output item: The payment amount calculated by the Pricer for each HIPPS code on the claim.</td>
</tr>
<tr>
<td>106-250</td>
<td>Defined above</td>
<td>Additional HRG data</td>
<td>Five more occurrences of all HRG/HIPPS code related fields defined above, since up to six HIPPS codes can be automatically processed for payment in any one episode.</td>
</tr>
<tr>
<td>251-254</td>
<td>X(4)</td>
<td>REVENUE - CODE</td>
<td>Input item: One of the six home health discipline revenue codes (042X, 043X, 044X, 055X, 056X, 057X). All six revenue codes must be passed by the Medicare claims processing systems even if the revenue codes are not present on the claim.</td>
</tr>
<tr>
<td>255-257</td>
<td>9(3)</td>
<td>REVENUE-QTY - COV-VISITS</td>
<td>Input item: A quantity of covered visits corresponding to each of the six revenue codes. Medicare claims processing systems must count the number of covered visits in each discipline on the claim. If the revenue codes are not present on the claim, a zero must be passed with the revenue code.</td>
</tr>
<tr>
<td>258-266</td>
<td>9(7)V9(2)</td>
<td>REVENUE - DOLL-RATE</td>
<td>Output item: The dollar rates used by the Pricer to calculate the payment for the visits in each discipline if the claim is paid as a low utilization payment adjustment (LUPA). Otherwise, the dollar rates used by the Pricer to impute the costs of the claim for purposes of calculating an outlier payment, if any.</td>
</tr>
</tbody>
</table>
Output item: The dollar amount determined by the Pricer to be the payment for the visits in each discipline if the claim is paid as a low utilization payment adjustment (LUPA). Otherwise, the dollar amounts used by the Pricer to impute the costs of the claim for purposes of calculating an outlier payment, if any.

Defined above

Additional REVENUE data

Output item: A return code set by Pricer to define the payment circumstances of the claim or an error in input data.

**Payment return codes:**

00 Final payment where no outlier applies
01 Final payment where outlier applies
03 Initial percentage payment, 0%
04 Initial percentage payment, 50%
05 Initial percentage payment, 60%
06 LUPA payment only
07 Final payment, SCIC
08 Final payment, SCIC with outlier
09 Final payment, PEP
11 Final payment, PEP with outlier
12 Final payment, SCIC within PEP
13 Final payment, SCIC within PEP with outlier

**Error return codes:**

10 Invalid TOB
<table>
<thead>
<tr>
<th>File Position</th>
<th>Format</th>
<th>Title</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>15</td>
<td></td>
<td>Invalid PEP days</td>
<td></td>
</tr>
<tr>
<td>16</td>
<td></td>
<td><em>Invalid HRG days, &gt; 60</em></td>
<td></td>
</tr>
<tr>
<td>20</td>
<td></td>
<td>PEP indicator invalid</td>
<td></td>
</tr>
<tr>
<td>25</td>
<td></td>
<td>Med review indicator invalid</td>
<td></td>
</tr>
<tr>
<td>30</td>
<td></td>
<td>Invalid MSA code</td>
<td></td>
</tr>
<tr>
<td>35</td>
<td></td>
<td>Invalid Initial Payment Indicator</td>
<td></td>
</tr>
<tr>
<td>40</td>
<td></td>
<td>Dates &lt; Oct 1, 2000 or invalid</td>
<td></td>
</tr>
<tr>
<td>70</td>
<td></td>
<td>Invalid HRG code</td>
<td></td>
</tr>
<tr>
<td>75</td>
<td></td>
<td>No HRG present in 1st occurrence</td>
<td></td>
</tr>
<tr>
<td>80</td>
<td></td>
<td>Invalid revenue code</td>
<td></td>
</tr>
<tr>
<td>85</td>
<td></td>
<td>No revenue code present on 3x9 or adjustment TOB</td>
<td></td>
</tr>
</tbody>
</table>

**Output item: The total therapy visits used by the Pricer to determine if the therapy threshold was met for the claim. This amount will be the total of the covered visit quantities input in association with revenue codes 042x, 043x, and 044x.**

**Output item: The total number of visits used by the Pricer to determine if the claim must be paid as a low utilization payment adjustment (LUPA). This amount will be the total of all the covered visit quantities input with all six HH discipline revenue codes.**

**Output item: The outlier payment amount determined by the Pricer to be due on the claim in addition to any HRG payment amounts.**

**Output item: The total payment determined by the Pricer to be due on the RAP or claim.**

**Blank.**

Input records on RAPs will include all input items except for “REVENUE” related items, and input records on RAPs will never report more than one occurrence of “HRG” related items. Input records on claims must include all input items. Output records will contain
all input and output items. If an output item does not apply to a particular record, Pricer will return zeroes.

The Medicare claims processing systems will move the following Pricer output items to the claim record. The return code will be placed in the claim header. The HRG-PAY amount for each HIPPS code will be placed in the total charges and the covered charges field of the appropriate revenue code 0023 line. The OUTLIER-PAYMENT amount, if any, will be placed in a value code 17, Amount. If the return code is 06 (indicating a low utilization payment adjustment), the Medicare claims processing systems will apportion the REVENUE-COST amounts to the appropriate line items in order for the per-visit payments to be accurately reflected on the remittance advice.

80 - Special Billing Situations Involving OASIS Assessments

(Rev. 61, 01-16-04)

HHA 475.5

Maintaining the link between payment episode periods and OASIS assessment periods is central to HH PPS. However, in some circumstances these periods may be difficult to synchronize. The following instructions provide guidance for some of the more common of these situations.

A - Changes in a Beneficiary’s Health Maintenance Organization (HMO) Enrollment Status

1 - Payment Source Changes From HMO to Medicare Fee-For-Service (FFS)

If a Medicare beneficiary is covered under an HMO during a period of home care, and subsequently decides to change to Medicare FFS coverage, a new start of care OASIS assessment must be completed that reflects the date of the beneficiary’s change to this pay source. This is required any time the payment source changes to Medicare FFS. With that assessment, a RAP may be sent to Medicare to open an HH PPS episode. HHAs are advised to verify the patient’s payer source on a weekly basis when providing services to a patient with a Medicare HMO payer source to avoid the circumstance of not having an OASIS to generate a billing code for the RAP, or having the patient discharged without an OASIS assessment.

If a follow-up assessment is used to generate a new start of care assessment, CMS highly recommends, but does not require, a discharge OASIS assessment be done.

While this is not a requirement, conducting a “paper” discharge at the point where the patient’s change in insurance coverage occurred will provide a clear endpoint to the patient’s episode of care for purposes of the individual HHA’s outcome-based quality
monitoring (OBQM) reports. Otherwise, that patient will not be included in the HHA’s OBQM statistics. It will also keep that patient from appearing on the HHA’s roster report (a report the HHS can access from your state’s OASIS system that is helpful for tracking OASIS start of care and follow-up transmissions) when the patient is no longer subject to OASIS data collection.

In this case, OASIS item M0100 (Reason for Assessment) should be marked with Response 9 (Discharge from agency). OASIS item M0870 (Discharge Disposition) should be marked with Response 1 (Patient remained in the community), and item M0880 should be marked with Response 3 (yes, assistance or services provided by other community resources). (If Response 2 also applies to M0880, that too should be marked.) CMS realizes that the wording for M0100 and M0880 is somewhat awkward in this situation; clinicians should note in their documentation that the agency will be continuing to provide services, though the Medicare payment source as changed from HMO to FFS.

In cases where the patient changes from HMO coverage to FFS coverage, the patient’s overall Medicare coverage is uninterrupted. This means an HH PPS episode may be billed beginning on the date of the patient’s FFS coverage. Upon learning of the change in HMO election, the HHA should submit a RAP using the date of the first visit provided after the FFS effective date as the episode “from” date, and using the OASIS assessment performed most recently after the change in election to produce a HIPPS code for that RAP.

The claims-OASIS matching key information in FL 63 should reflect this assessment. If a new start of care (SOC) OASIS assessment was not conducted at the time of the change in pay source, a correction to an existing OASIS assessment may be necessary to change the reported payer source and to complete the therapy item (M0825). The HHA should correct the existing OASIS assessment conducted most closely after the new FFS start date. If more than one episode has elapsed before the HHA learns of the change in payer source, this procedure can be applied to the additional episode(s). If the patient is still receiving services, the HHA must complete the routine follow-up OASIS assessments (RFA#4) consistent with the new start of care date. In some cases, HHAs may need to inactivate previously transmitted assessments to reconcile the data collections with the new episode dates.

**EXAMPLE:** A patient has a SOC date of November 22, 2000 as a managed care patient. On December 15 the patient disenrolls from managed care and becomes a Medicare FFS patient, but the HHA was not notified. The HHA finds out about the disenrollment on February 1, 2001, when it bills the HMO. The HHA had conducted a follow-up OASIS assessment on January 19, 2001, in keeping with the recertification assessment timing requirements. It did not, however, do an OASIS within 5 days of December 15. How does the HHA get paid under PPS for the services that were provided to this patient between December 15 and February 1?

The HHA should go to the January 19, 2001 OASIS assessment, use the information recorded there, and generate a new start of care assessment using the data from that
assessment. This new start of care assessment should reflect December 15 as the start of care date at item M0030 and should accurately reflect the therapy need at M0825 for the episode beginning December 15 in order to generate the HIPPS code for billing purposes. The date the assessment was completed (M0090) should reflect the original date, i.e., January 19, 2001. Timing warnings from the OASIS state system will be generated based on the difference between the start of care date and the date the assessment was completed (> 5 days), but these warnings are unavoidable in these situations and can be disregarded.

Since the January 19 assessment is no longer relevant to this episode, it can be inactivated according to the current policies for correcting OASIS records. The HHA would conduct a routine follow-up assessment (RFA4) based on the December 15 start of care date, that is between February 8 and February 12, 2001, and every 60 days from that point on if the patient continues care.

In the rare situation in which the HHA has not performed OASIS assessments on the patient while the patient was under HMO coverage (as is required for all skilled need patients under OASIS regulations) and the patient has been discharged, the HHA may use their medical records to reconstruct the OASIS items needed to determine a HIPPS code applicable to the period of Medicare fee-for-service eligibility and coverage.

2. Payment Source Changes From FFS to HMO

In cases where the patient elects HMO coverage during an HH PPS episode, the episode will end and be proportionally paid according its shortened length (a partial episode payment - PEP - adjustment). The HMO becomes the primary payer upon the HMO enrollment date. The HHA may learn of the change after the fact, for instance, upon rejection of their claim by Medicare claims processing systems. The HHA must resubmit this claim indicating a transfer of payer source using patient status code “06,” and reporting only the visits provided under the fee-for-service eligibility period. The claim through date and the last billable service must occur before the HMO enrollment date. If the patient has elected to move from Medicare FFS to a Medicare HMO and is still receiving skilled services, the HHA should indicate the change in payer source on the OASIS at the next assessment time point.

B. Inpatient Hospital Stays On or Near Day 60/61 of Continuous Care Episodes

1. Beneficiary is in Hospital on Both Days 60 and 61

A beneficiary may be in the hospital for the entirety of both day 60 (the last day of one episode) and day 61 (the first day of the next episode of continuous care). In this case, HHAs must discharge the beneficiary from home care for Medicare billing purposes, because home care could not be provided until what would be, at the earliest, Day 62. There has been a gap in the delivery of home care between the two episodes and so the episodes cannot be billed as continuous care. The RAP for the episode beginning after the hospital discharge would be submitted with claim “from” and “through” dates in FL 6 of the UB-92 claim form (or electronic equivalent) that reflected the first date of service
provided after the hospital discharge. The RAP would also report a new admission date in FL 17. The HIPPS code submitted on the RAP would reflect the OASIS assessment performed after the patient returned from the hospital. This OASIS assessment would also be reflected in the claims-OASIS matching key in FL 63. This OASIS assessment would be submitted to the State Agency as a Start of Care assessment.

2. **Beneficiary is Discharged From the Hospital on Day 60 or Day 61**

A hospital discharge may occur on day 60 or day 61 and the HHA performs a Resumption of Care assessment which DOES NOT change the HIPPS code from a recertification assessment performed in the last five days (days 56-60) of the previous episode. In this case, home care would be considered continuous if the HHA did not discharge the patient during the previous episode. (Medicare claims processing systems permit “same-day transfers” among providers.) The RAP for the episode beginning after the hospital discharge would be submitted with claim “from” and “through” dates in FL 6 that reflected day 61. The RAP would not report a new admission date in FL 17. The HIPPS code submitted on the RAP would reflect the recertification OASIS assessment performed before the beneficiary’s admission to the hospital. This OASIS assessment would also be reflected in the claims-OASIS matching key in FL 63. This OASIS assessment would be submitted to the State Agency, as would the Resumption of Care assessment.

A hospital discharge may occur on day 60 or day 61 and the HHA performs a Resumption of Care assessment which DOES change the HIPPS code from a recertification assessment performed in the last 5 days (days 56-60) of the previous episode. In this case, home care would not be considered continuous and HHAs must discharge the beneficiary from home care for Medicare billing purposes. The RAP for the episode beginning after the hospital discharge would be submitted with claim “from” and “through” dates in FL 6 that reflected the first date of service provided after the hospital discharge. The RAP would also report a new admission date in FL 17. The HIPPS code submitted on the RAP would reflect the OASIS assessment performed after the patient returned from the hospital. This OASIS assessment would also be reflected in the claims-OASIS matching key in FL 63. This OASIS assessment would be changed to indicate a Start of Care assessment prior to submission to the State Agency.

3. **Beneficiary is Admitted to Hospital on Day 61 Prior to Delivery of Services in the Episode**

A beneficiary may be hospitalized in the first days of an episode, prior to receiving home health services in the new episode. These cases are handled for billing and OASIS identically to cases in which the beneficiary was discharged on days 60 or 61. If the HIPPS code resulting from the Resumption of Care OASIS assessment is the same as the HIPPS code resulting from the recertification assessment, the episode may be billed as continuous care. If the HIPPS code changes, the episode may not be billed as continuous care.
The basic principle underlying these examples is that the key to determining if episodes of care are considered continuous is whether or not services are provided in the later episode under the recertification assessment performed at the close of the earlier episode.

C. Patients for Whom OASIS Transmission to the State Agency is Not Allowed

Rare cases may arise in which an HHA provides Medicare-covered home health services to a beneficiary for whom an OASIS assessment is normally not required. Examples of this would be pediatric or maternity patients that are entitled to Medicare by their disability status. In these cases, an OASIS assessment must be performed on the patient exclusively in order to arrive at a HIPPS code to place on the RAP and the claim for the episode. This HIPPS code is necessary to serve as the basis of payment for the episode. However, do not transmit this OASIS assessment to the State Agency because it is not allowed by law.

Since the OASIS assessment on which payment is based is not transmitted to the State, the claim for the episode must not report a 'claims-OASIS matching key' in the treatment authorization field of the claim form. Instead, this field on the claim form for the RAP or claim should be filled with a string of ones (e.g. “111111111111111111”) in order to pass a Medicare claims system edit which requires this field to contain a numeric value. This is one of the two circumstances in which the 'claims-OASIS matching key' on a RAP or claim for payment may be filled with ones. (See Chapter 1 for the other use of this practice on no-payment claims.) In all other respects, the RAP and claim for the episode should be identical to other HH PPS RAPs and claims.

Inpatient Hospital Stays and the End of Episodes - Five Scenarios

The chart below presents the information in this section in tabular form. Each example assumes an episode beginning 10-2-2002 which would otherwise end 11-30-2002 (“Day 60”). The subsequent episode could begin 12-1-2002 (“Day 61”) and end 1-29-2003.

<table>
<thead>
<tr>
<th>Scenario Example</th>
<th>OASIS Impact</th>
<th>Claim Impact</th>
</tr>
</thead>
<tbody>
<tr>
<td>1) Hospitalized on Days 60 AND 61</td>
<td>Start of Care (SOC) assessment upon return from hospital</td>
<td>Episodes are NOT considered continuous care:</td>
</tr>
<tr>
<td>• Beneficiary is assessed for recertification on 11-26-2002</td>
<td></td>
<td>• RAP submitted with “From” and admission date of 12-3-2002,</td>
</tr>
<tr>
<td>• Admitted to hospital on 11-28-2002</td>
<td></td>
<td>• New episode now extends to 1-31-2003</td>
</tr>
<tr>
<td>• Discharged from hospital 12-2-2002</td>
<td></td>
<td>• Matching key reflects SOC assessment</td>
</tr>
<tr>
<td>• Returns to same HHA, receives next visit 12-3-2002</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2) Discharge on Day 60 or 61, HIPPS code changes</td>
<td>Resumption of Care (ROC)</td>
<td>Episodes are NOT considered continuous care:</td>
</tr>
<tr>
<td>Scenario Example</td>
<td>OASIS Impact</td>
<td>Claim Impact</td>
</tr>
<tr>
<td>------------------</td>
<td>--------------</td>
<td>--------------</td>
</tr>
<tr>
<td>code changes</td>
<td>assessment upon return from hospital, submitted as SOC</td>
<td>continuous care:</td>
</tr>
<tr>
<td>• Beneficiary is assessed for recertification on 11-26-2002, HIPPS code: HBGK1</td>
<td></td>
<td>• RAP submitted with “From” and admission date of 12-2-2002,</td>
</tr>
<tr>
<td>• Admitted to hospital on 11-28-2002</td>
<td></td>
<td>• New episode now extends to 1-30-2003</td>
</tr>
<tr>
<td>• Discharged from hospital 11-30-2002 (Day 60)</td>
<td></td>
<td>• Matching key reflects SOC assessment</td>
</tr>
<tr>
<td>• Returns to same HHA, receives next visit and resumption assessment 12-2-2002, HIPPS code: HCHL1.</td>
<td>ROC assessment upon return from hospital</td>
<td>Episodes ARE considered continuous care:</td>
</tr>
<tr>
<td>3) Discharge on Day 60 or 61, HIPPS code unchanged</td>
<td></td>
<td>• RAP submitted with “From” date of 12-1-2002 and original admission date,</td>
</tr>
<tr>
<td>• Beneficiary is assessed for recertification on 11-26-2002, HIPPS code: HDIM1</td>
<td></td>
<td>• Original episode period unchanged</td>
</tr>
<tr>
<td>• Admitted to hospital on 11-28-2002</td>
<td></td>
<td>• Matching key reflects ROC assessment</td>
</tr>
<tr>
<td>• Discharged from hospital 12-1-2002 (Day 61)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Scenario Example</td>
<td>OASIS Impact</td>
<td>Claim Impact</td>
</tr>
<tr>
<td>---------------------------------------------------------------------------------</td>
<td>------------------------------------------------------------------------------</td>
<td>------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>4) Hospitalized on Day 61, HIPPS code changes</td>
<td>ROC assessment upon return from hospital, submitted as SOC</td>
<td>Episodes are NOT considered continuous care</td>
</tr>
<tr>
<td>• Beneficiary is assessed for recertification on 11-26-2002, HIPPS code: HAEK1</td>
<td></td>
<td>• RAP submitted with “From” and admission date of 12-5-2002,</td>
</tr>
<tr>
<td>• Admitted to hospital on 12-1-2002 (Day 61)</td>
<td></td>
<td>• New episode now extends to 2-2-2003</td>
</tr>
<tr>
<td>• Discharged from hospital 12-4-2002</td>
<td></td>
<td>• Matching key reflects SOC assessment</td>
</tr>
<tr>
<td>• Returns to same HHA, receives first visit in episode and resumption assessment 12-5-2002, HIPPS code: HBFL1.</td>
<td></td>
<td></td>
</tr>
<tr>
<td>5) Hospitalized on Day 61, HIPPS code unchanged</td>
<td>ROC assessment upon return from hospital</td>
<td>Episodes ARE considered continuous care</td>
</tr>
<tr>
<td>• Beneficiary is assessed for recertification on 11-26-2002, HIPPS code: HDIM1</td>
<td></td>
<td>• RAP submitted with “From” date of 12-1-2002 and original admission date,</td>
</tr>
<tr>
<td>• Admitted to hospital on 12-1-2002, after HH visit same day (Day 61)</td>
<td></td>
<td>• Original episode period unchanged</td>
</tr>
<tr>
<td>• Discharged from hospital 12-4-2002</td>
<td></td>
<td>• Matching key reflects ROC assessment</td>
</tr>
<tr>
<td>• Returns to same HHA, receives next visit and resumption assessment 12-5-2002, HIPPS code: HDIM1.</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>