

# COMMERCIAL REIMBURSEMENT POLICY Ambulance Services

Active

Policy Number: General Coding – 069
Policy Title: Ambulance Services
Section: General Coding

Effective Date: 11/01/23

## Description

This policy addresses coding and reimbursement for ground and air ambulance services.

## **Definitions**

**Ground Ambulance Transport:** A specially equipped vehicle designed and supplied with materials and devices to provide life-saving and supportive treatments or interventions.

**Air Ambulance Transport:** Includes the provision of medically necessary supplies and services to a patient transported by fixed wing (airplane) or rotary wing (helicopter) aircraft as defined by the State where the transport is provided.

## Policy Statement

#### **Ambulance Providers**

Services may be provided by an independent ambulance supplier or a hospital-based ambulance service:

- Independent Ambulance Supplier: An ambulance supplier may be a licensed, independently owned, and operated ambulance service company that is enrolled as an independent ambulance supplier. These providers bill their services on a professional claim (837P).
- Hospital-based Ambulance Provider: A hospital-based ambulance provider is owned and/or operated by a hospital and provides ambulance services as an adjunct to its institutional-based operations. Services by these providers are billed on an institutional claim (837I). Institutional claims are reported under revenue code 0540 (Ambulance; General Classification) or 0545 (Ambulance; Air Ambulance) with the appropriate HCPCS codes for transportation type and mileage.

#### **Procedure Modifiers**

Most modifiers that are used on claims for ambulance services are created by combining two alpha characters. Each alpha character, except for X, represents an origin (source) code or a destination code. The pair of alpha codes creates one modifier:

- First position alpha code = origin
- Second position alpha code = destination

In addition to the single digit modifiers, there are also several two-digit modifiers that may be reported as appropriate.



| Code | Description   |
|------|---|
| D    | Diagnostic or therapeutic site other than 'P' or 'H' when these are used as origin      |
|      | codes   |
| E    | Residential, domiciliary, custodial facility (other than an 1819 facility)              |
| G    | Hospital based dialysis facility (hospital or hospital related)                         |
| Н    | Hospital  |
| I    | Site of transfer (e.g., airport or helicopter pad) between modes of ambulance           |
|      | transport   |
| J    | Non-hospital-based dialysis facility  |
| N    | Skilled nursing facility (SNF) (1819 facility)  |
| Р    | Physician's office (includes HMO non-hospital facility, clinic, etc.)                   |
| R    | Residence   |
| S    | Scene of accident or acute event  |
| Х    | (Destination code only) Intermediate stop at physician's office enroute to the hospital |
|      | (includes HMO non-hospital facility, clinic, etc.)                                      |
| QL   | Patient pronounced dead after ambulance called  |
| QM   | Ambulance service provided under arrangement by hospital                                |
| QN   | Ambulance service furnished directly to hospital  |
| TN   | Rural/outside providers' customary service area   |
| TP   | Medical transport, unloaded vehicle   |
| TQ   | Basic life support transport by a volunteer ambulance provider                          |

# Mileage

Generally, each ambulance trip will require two lines of coding:

- One line for the service
- One line for the mileage (reported with units to reflect miles)

Charges for mileage must be based on loaded mileage only, e.g., from the pickup of a patient to the arrival at the destination. Mileage is reported with the following codes:

| Code  | Ground | Air |
|-------|--------|-----|
| A0380 | X      |     |
| A0390 | X      |     |
| A0425 | X      |     |
| A0435 |        | Χ   |
| A0436 |        | Χ   |
| A0888 | X      | Χ   |



#### **Statute Miles vs. Nautical Miles**

A statute mile is 5,280 feet in length. A nautical mile is 6,076.11549 feet in length.

• To convert from nautical to statute miles, the factor 1.15 may be used.

The air ambulance mileage rate is calculated per actual loaded (patient onboard) miles flown and is expressed in statute miles (not nautical miles).

#### **Pronounced Dead Before Arrival**

In the case where the patient was pronounced dead after the ambulance is called but before the ambulance arrives at the scene, payment may be made for a BLS service if a ground vehicle is dispatched or at the fixed wing or rotary wing base rate, as applicable, if an air ambulance is dispatched. Mileage would not be allowed. Providers should report code A0428. The provider must also report modifier QL instead of the origin and destination modifier. In addition to the QL modifier, report modifier QM or QN. Refer to <u>Procedure Modifiers</u> section.

## Waiting time

Waiting time is a charge that an ambulance service company makes for time spent while waiting for the patient. Ambulance companies usually consider that the total time involved in picking up a patient and transporting the patient to the destination involves some waiting time. This waiting time is not a separate identifiable part of the charge rate for a covered ambulance service and therefore, is not reimbursable as a separate charge unless the waiting time is extraordinarily long and constitutes unusual circumstances.

The reasonableness of the additional amount charged in any given instance must be determined based on knowledge of all the pertinent facts including:

- The customary additional charge, under the circumstances, of the physician or other person rendering the service,
- The prevailing charging practices under such circumstances of physicians and other persons in the locality, and
- The additional time spent, or expenses incurred by the physician or other person rendering the service.

### Patient Transport Refusal or Treat but No Transport

In a situation where the ambulance responds and treats the patient's medical condition but provides no transport, either because the medical issue is resolved or the patient refused to be transported to a medical facility, code A0998 only may be reported. This service may be considered allowable; however, the patient's condition and treatment must be documented.

#### Items not separately reimbursed

In alignment with Centers for Medicare and Medicaid Services (CMS), items and services which include but are not limited to oxygen, drugs, extra attendants, supplies, EKG, and night differential are not reimbursed separately for ambulance services. If billed separately, the items will be denied as included in the base rate.

These services are reported under A0382, A0384, A0392, A0394, A0396, A0398, A0420, A0422, A0424, S9960, or S9961.

#### Zip Codes

For air ambulance services, the point of pickup (POP) determines the basis for payment and is reported by using the five-digit ZIP Code.



Air ambulance providers are required to submit, in addition to the loaded ambulance trip's origin information (e.g., the ZIP Code of the point of pickup), the loaded ambulance trip's destination information (e.g., the ZIP code of the point of drop-off).

### **Documentation Submission**

Documentation must identify and describe the services performed. If a denial is appealed, this documentation must be submitted with the appeal.

### Coverage

Eligible services will be subject to the subscriber benefits, applicable fee schedule amount and any coding edits.

## The following applies to all claim submissions.

All coding and reimbursement is subject to all terms of the Provider Service Agreement and subject to changes, updates, or other requirements of coding rules and guidelines. All codes are subject to federal HIPAA rules, and in the case of medical code sets (HCPCS, CPT, ICD), only codes valid for the date of service may be submitted or accepted. Reimbursement for all Health Services is subject to current Blue Cross Medical Policy criteria, policies found in the Provider Policy and Procedure Manual sections, Reimbursement Policies and all other provisions of the Provider Service Agreement (Agreement).

In the event that any new codes are developed during the course of Provider's Agreement, such new codes will be paid according to the standard or applicable Blue Cross fee schedule until such time as a new agreement is reached and supersedes the Provider's current Agreement.

All payment for codes based on Relative Value Units (RVU) will include a site of service differential and will be calculated using the appropriate facility or non-facility components, based on the site of service identified, as submitted by Provider.

## Coding

The following codes are included below for informational purposes only and are subject to change without notice. Inclusion or exclusion of a code does not constitute or imply subscriber coverage or provider reimbursement.

| <b>CPT/HCPCS Modifier:</b> | D     | E      | G     | Н     | 1     | J     | N     |
|----------------------------|-------|--------|-------|-------|-------|-------|-------|
|                            | Р     | R      | S     | Χ     | QL    | QM    | QN    |
|                            | TN    | TP     | TQ    |       |       |       |       |
| ICD-10 Diagnosis:          | N/A   |        |       |       |       |       |       |
| ICD-10 Procedure:          | N/A   |        |       |       |       |       |       |
| CPT/HCPCS:                 | A0225 | A0380  | A0382 | A0384 | A0390 | A0392 | A0394 |
|                            | A0396 | A03898 | A0420 | A0422 | A0424 | A0425 | A0426 |
|                            | A0427 | A0428  | A0429 | A0430 | A0431 | A0432 | A0433 |
|                            | A0434 | A0435  | A0436 | A0888 | A0998 | A0999 | S9960 |
|                            | S9961 |        |       |       |       |       |       |
| Revenue Codes:             | 0540  | 0545   |       |       |       |       |       |



| Resources   |  |  |  |
|---|--|--|--|
| HCPCS Manual - Healthcare Common Procedure Coding System Manual |  |  |  |
| Medicare Benefit Policy Manual Chapter 10 - Ambulance Services  |  |  |  |
| Medicare Claims Processing Manual Chapter 15 - Ambulance        |  |  |  |

| Policy History |                            |  |  |  |
|----------------|----------------------------|--|--|--|
| 10/18/2016     | Initial Committee Approval |  |  |  |
| 03/15/2017     | Annual Policy Review       |  |  |  |
| 01/04/2021     | Annual Policy Review       |  |  |  |
| 06/29/2021     | Annual Policy Review       |  |  |  |
| 10/25/2022     | Annual Policy Review       |  |  |  |
| 10/24/2023     | Annual Policy Review       |  |  |  |

2023 Current Procedural Terminology (CPT®) is copyright 2022 American Medical Association. All Rights Reserved. No fee schedules, basic units, relative values, or related listings are included in CPT. The AMA assumes no liability for the data contained herein. Applicable FARS/DFARS restrictions apply to government use.

Copyright 2023 Blue Cross Blue Shield of Minnesota