

[Revision log](#)

# CONCERT LABORATORY PAYMENT POLICY

See [Important Reminder](#) at the end of this policy for important regulatory and legal information.

**All providers billing for laboratory services must bill according to the Centers for Medicare & Medicaid Services (CMS), National Correct Coding Initiative (NCCI), and the American Medical Association (AMA)**

This policy addresses laboratory services and applies to codes billed in an outpatient setting from the following sections in the AMA CPT/HCPCS Manual:

- Pathology and Laboratory Procedures (80000 Codes)
- Category III Multianalyte Assays with Algorithmic Analyses (MAAA) (M codes)
- Proprietary Lab Analysis (PLA) (U codes)
- HCPCS level I codes for lab tests (G codes and S codes)

All providers billing for laboratory services must include standard information on the claim, or services may be denied:

- Include ordering and rendering provider information on all claim transactions .
- Include appropriate and accurate diagnosis codes, related to the procedure performed, per the International Classification of Diseases (ICD) coding system created by the World Health Organization (WHO). Header codes (3 digit ICDs) may lack specificity to determine coverage in some instances and may be denied for insufficient specificity.
- Include the date and place of service on all claim transactions. Place of Service codes will be used to distinguish outpatient testing from testing provided within the Emergency Department or as a part of an inpatient hospital stay.

All providers billing for laboratory services must bill according to coding standards set by the American Medical Association (AMA), or services may be denied:

- Current Procedural Terminology (CPT) Coding must be consistent with American Medical Association (AMA) coding guidance below:
  - Codes are determined based on the attributes of the testing performed, not based on the clinical indication of the member/enrollee.
  - If the laboratory has obtained an approved Proprietary Laboratory Analyses (PLA) code, the PLA code must be used.

- If a test qualifies for a panel code(s) according to descriptions set by the AMA, the panel code(s) must be used.
- If an appropriate panel code does not exist, either a single unit of 81479 or codes associated with individual components of the panel may be used.
- Only one unit of the miscellaneous, non-specific code 81479 may be billed per test.
- Codes may be used when the date of service falls after the listed effective date and prior to the date of retirement.
- Proprietary codes may be used only for the specific test to which the code is assigned.
- Modifier codes should be used when appropriate. This includes but is not limited to repeat testing, testing performed on multiple specimens, and testing for multiple species.

All providers billing for laboratory services must bill according to the recommendations of Medicare, the National Correct Coding Initiative (NCCI), or services may be denied:

- If the laboratory has obtained an approved Proprietary Laboratory Analyses (PLA) code or the test has an MAAA code, the PLA/MAAA code must be used to bill for the service.
- If a test qualifies for a panel code(s), the panel code(s) must be used. For example, the NCCI Manual, Chapter 10, Section F-8 states, if one laboratory procedure evaluates multiple targets using a next generation sequencing procedure, the laboratory shall report only one unit of service representing one sequencing procedure.
- If a panel code is not appropriate (or when medical policy exclusively covers components of panels), a limited number of individual components from multi-target tests may be billed.
- Only one unit of the miscellaneous, non-specific code 81479 may be billed per test.
- If a code(s) falls under a NCCI procedure-to-procedure edit, the code must be billed in alignment with the edit. PTP edits prohibit certain codes billed in presence of other codes as they are "mutually exclusive procedures".
- If a code(s) falls under a NCCI procedure-to-procedure edit, modifiers must ONLY be used when appropriate and Modifier 59 may be used only if no other appropriate modifier describes the service.
- If a code(s) falls under a Medically Unlikely Edit (MUE), which defines the maximum units of service (UOS), the units billed must not exceed the maximum UOS. Per the NCCI Manual, the MUE is the maximum units of service (UOS) reported for a HCPCS/CPT code on the vast majority of appropriately reported claims by the same provider/supplier for the same beneficiary on the same date of service. Not all HCPCS/CPT codes have an MUEs.

## **References**

1. American Medical Association. CPT® Code Book. Last updated 10/2023.
2. Centers Medicare NCCI Policy Manual. Chapter 10. CMS. [www.cms.gov. https://www.cms.gov/medicare/coding-billing/national-correct-coding-initiative-ncci-edits/medicare-ncci-policy-manual](https://www.cms.gov/medicare/coding-billing/national-correct-coding-initiative-ncci-edits/medicare-ncci-policy-manual)

3. Medicare NCCI Procedure to Procedure (PTP) Edits. CMS. [www.cms.gov.  
https://www.cms.gov/medicare/coding-billing/national-correct-coding-initiative-ncci-edits/medicare-ncci-procedure-procedure-ntp-edits](https://www.cms.gov/medicare/coding-billing/national-correct-coding-initiative-ncci-edits/medicare-ncci-procedure-procedure-ntp-edits)
4. Medicare NCCI Medically Unlikely Edits. CMS. [www.cms.gov.  
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5. Medicare NCCI FAQ Library. CMS. [www.cms.gov. https://www.cms.gov/ncci-medicare/medicare-ncci-faq-library](https://www.cms.gov/ncci-medicare/medicare-ncci-faq-library)
6. World Health Organisation. ICD-11. International Classification of Diseases 11th Revision. Published 2022. <https://icd.who.int/en>

Revision History	
11/8/2023	Policy developed.

### **Important Reminder**

For the purposes of this payment policy, “Health Plan” means a health plan that has adopted this payment policy and that is operated or administered, in whole or in part, by Centene Management Company, LLC, or any other of such health plan’s affiliates, as applicable.

The purpose of this payment policy is to provide a guide to payment, which is a component of the guidelines used to assist in making coverage and payment determinations and administering benefits. It does not constitute a contract or guarantee regarding payment or results. Coverage and payment determinations and the administration of benefits are subject to all terms, conditions, exclusions and limitations of the coverage documents (e.g., evidence of coverage, certificate of coverage, policy, contract of insurance, etc.), as well as to state and federal requirements and applicable plan-level administrative policies and procedures.

This payment policy is effective as of the date determined by Health Plan. The date of posting may not be the effective date of this payment policy. This payment policy may be subject to applicable legal and regulatory requirements relating to provider notification. If there is a discrepancy between the effective date of this payment policy and any applicable legal or regulatory requirement, the requirements of law and regulation shall govern. Health Plan retains the right to change, amend or withdraw this payment policy, and additional payment policies may be developed and adopted as needed, at any time.

This payment policy does not constitute medical advice, medical treatment or medical care. It is not intended to dictate to providers how to practice medicine. Providers are expected to exercise professional medical judgment in providing the most appropriate care, and are solely responsible for the medical advice and treatment of members/enrollees. This payment policy is not intended to recommend treatment for members/enrollees. Members/enrollees should consult with their treating physician in connection with diagnosis and treatment decisions.

Providers referred to in this policy are independent contractors who exercise independent judgment and over whom Health Plan has no control or right of control. Providers are not agents or employees of Health Plan.

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**Note: For Medicaid members/enrollees**, when state Medicaid coverage provisions conflict with the coverage provisions in this payment policy, state Medicaid coverage provisions take precedence. Please refer to the state Medicaid manual for any coverage provisions pertaining to this payment policy.

**Note: For Medicare members/enrollees**, to ensure consistency with the Medicare National Coverage Determinations (NCD) and Local Coverage Determinations (LCD), all applicable NCDs and LCDs should be reviewed prior to applying the criteria set forth in this payment policy. Refer to the CMS website at <http://www.cms.gov> for additional information.

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