

# **Ambulatory Surgery Center**

Reimbursement Policy ID: RPC.0036.SCEX

Recent review date: 02/2025

Next review date: 10/2026

First Choice Next reimbursement policies and their resulting edits are based on guidelines from established industry sources, such as the Centers for Medicare and Medicaid Services (CMS), the American Medical Association (AMA), state and federal regulatory agencies, and medical specialty professional societies. Reimbursement policies are intended as a general reference and do not constitute a contract or other guarantee of payment. First Choice Next may use reasonable discretion in interpreting and applying its policies to services provided in a particular case and may modify its policies at any time.

In making claim payment determinations, the health plan also uses coding terminology and methodologies based on accepted industry standards, including Current Procedural Terminology (CPT); the Healthcare Common Procedure Coding System (HCPCS); and the International Classification of Diseases, 10th Revision, Clinical Modification (ICD-10-CM), and other relevant sources. Other factors that may affect payment include medical record documentation, legislative or regulatory mandates, a provider's contract, a member's eligibility in receiving covered services, submission of clean claims, and other health plan policies, and other relevant factors. These factors may supplement, modify, or in some cases supersede reimbursement policies.

This reimbursement policy applies to all health care services billed on a CMS-1500 form or its electronic equivalent, or when billed on a UB-04 form or its electronic equivalent.

## **Policy Overview**

This policy addresses the allowable facility services and reimbursement of those services in an ambulatory surgery center (ASC).

## **Exceptions**

N/A

### **Reimbursement Guidelines**

The unit of payment in the ASC payment system is the individual surgical procedure.

When the ASC performs multiple surgical procedures in the same operative session that are subject to the multiple procedure discount, payment is 100 percent of the highest paying surgical procedure on the claim, plus 50 percent of the applicable payment rate(s) for the other ASC covered surgical procedures subject to the multiple procedure discount that are furnished in the same session.

Reimbursement is 50 percent of the rate if a surgical procedure is terminated due to the onset of medical complications after the patient has been prepared for surgery and taken to the operating room but before anesthesia has been induced or the procedure initiated.

A procedure performed bilaterally in one operative session is reported as two procedures, either as a single unit on two separate lines or with "2" in the units field on one claim line. The multiple procedure reduction of 50 percent applies to all bilateral procedures subject to multiple procedure discounting.

The fee paid to the facility shall include but is not limited to:

- Nursing, technician and related services.
- Use of the facility.
- Drugs, biologicals, surgical dressings, supplies, splints, casts and appliances and equipment directly related to the provision of surgical services.
- Administrative, recordkeeping and housekeeping items and services.
- Materials for anesthesia.

Prior authorization is required for an ASC procedure. A claim for a service considered non-covered by First Choice Next will be denied payment.

Claims for ambulatory surgery procedures or services must be submitted with Place of Service 24 for reimbursement.

#### **Definitions**

#### Ambulatory surgery center (ASC)

A certified ambulatory surgery center (ASC) may be either hospital-operated or independent. If hospital-operated, the ASC must be a separately identified entity, physically and administratively distinct from other inpatient operations of the hospital. An ASC may not provide a surgical procedure on a Medicare patient when, before surgery, an overnight hospital stay is anticipated. In cases where hospitalization after surgery is warranted, the ASC must be able to provide immediate transfer to a hospital.

#### **Edit Sources**

- I. Current Procedural Terminology (CPT) and associated publications and services.
- II. International Classification of Diseases, 10th Revision, Clinical Modification (ICD-10-CM).
- III. Healthcare Common Procedure Coding System (HCPCS).
- IV. Centers for Medicare and Medicaid Services (CMS).
- V. The National Correct Coding Initiative (NCCI).
- VI. https://www.cms.gov/medicare/enrollment-renewal/providers-suppliers/ambulatory-surgical-centers
- VII. https://www.cms.gov/regulations-and-guidance/guidance/manuals/downloads/clm104c14.pdf

#### **Attachments**

N/A

# **Associated Policies**

RPC.0036.SCEX Multiple Procedure Payment Reduction

RPC.0006.SCEX Bilateral Procedure

# **Policy History**

02/2025	Reimbursement Policy Committee Approval
11/2024	Annual review
	Updated to biennial policy
	No major changes
04/2024	Revised preamble
02/2024	Reimbursement Policy Committee Approval
08/2023	Removal of policy implemented by First Choice Next from Policy History
	section
01/2023	Template revised
	Preamble revised
	Applicable Claim Types table removed
	Coding section renamed to Reimbursement Guidelines
	Associated Policies section added