NATIONAL CORRECT CODING INITIATIVE POLICY MANUAL

**FOR MEDICAID SERVICES**

**Revised January 1, 2016**

**COMPLETE TABLE OF CONTENTS**

**TABLE OF CONTENTS**

**Introduction**

**National Correct Coding Initiative 3**

**Adoption of National Correct Coding Initiative Methodologies**

**by State Medicaid Programs 3**

**General Background 5**

**Policy Manual Background 5**

**State Medicaid Program Use of This Manual 6**

**Edit Development and Review Process 7**

**Sources of Information about Medicaid NCCI PTP/MUE 8**

**Correspondence to CMS about Medicaid NCCI and its Contents 9**

**Table of Contents**

**Chapter I - General Correct Coding Policies**

**Acronyms I-3**

**A. Introduction I-5**

**B. Coding Based on Standards of Medical/Surgical Practice I-9**

**C. Medical/Surgical Package I-12**

**D. Evaluation and Management (E&M) Services I-18**

**E. Modifiers and Modifier Indicators I-20**

**F. Standard Preparation/Monitoring Services for Anesthesia I-27**

**G. Anesthesia Service Included in the Surgical Procedure I-28**

**H. HCPCS/CPT Procedure Code Definition I-29**

**I. *CPT Manual* and NCCI Program Instructions I-30**

**J. “Separate Procedure” Definition I-30**

**K. Family of Codes I-31**

**L. More Extensive Procedure I-32**

**M. Sequential Procedure I-33**

**N. Laboratory Panel I-33**

**O. Misuse of Column Two Code with Column One Code I-34**

**P. Mutually Exclusive Procedures I-35**

**Q. Gender-Specific Procedures I-36**

**R. Add-on Codes I-36**

**S. Reserved for future use I-37**

**T. Unlisted Procedure Codes I-37**

**U. Reserved for future use I-37**

**V. Medically Unlikely Edits (MUEs) I-37**

**W. Reserved for future use I-42**

**Table of Contents**

**Chapter II - Anesthesia Services**

**(CPT codes 00000 - 09999)**

**A. Introduction II-3**

**B. Standard Anesthesia Coding II-4**

**C. Radiologic Anesthesia Coding II-14**

**D. Monitored Anesthesia Care (MAC) II-15**

**E. General Policy Statements II-16**

**Table of Contents**

**Chapter III - Surgery: Integumentary System**

**(CPT Codes 10000 - 19999)**

**A. Introduction III-3**

**B. Evaluation and Management (E&M) Services III-3**

**C. Anesthesia III-5**

**D. Incision and Drainage III-7**

**E. Lesion Removal III-8**

**F. Mohs Micrographic surgery III-9**

**G. Intralesional Injections III-10**

**H. Repair and Tissue Transfer III-11**

**I. Grafts and Flaps III-11**

**J. Breast (Incision, Excision,** **Repair and**

**Reconstruction) III-12**

**K. Medically Unlikely Edits (MUEs) III-14**

**L. General Policy Statements III-15**

**Table of Contents**

**Chapter IV - Surgery: Musculoskeletal System**

**(CPT Codes 20000 - 29999)**

**A. Introduction IV-3**

**B. Evaluation and Management (E&M) Services IV-3**

**C. Anesthesia IV-6**

**D. Biopsy IV-7**

**E. Arthroscopy IV-7**

**F. Fractures, Dislocations, and**

**Casting/Splinting/Strapping IV-9**

**G. Medically Unlikely Edits (MUEs) IV-13**

**H. General Policy Statements IV-15**

**Table of Contents**

**Chapter V - Surgery: Respiratory, Cardiovascular, Hemic and**

**Lymphatic Systems**

**(CPT Codes 30000 - 39999)**

**A. Introduction V-3**

**B. Evaluation and Management (E&M) Services V-4**

**C. Respiratory System V-6**

**D. Cardiovascular System V-12**

**E. Hemic and Lymphatic Systems V-24**

**F. Mediastinum V-25**

**G. Medically Unlikely Edits (MUEs) V-25**

**H. General Policy Statements V-27**

**Table of Contents**

**Chapter VI - Surgery: Digestive System**

**(CPT Codes 40000 – 49999)**

**A. Introduction VI-3**

**B. Evaluation and Management (E&M) Services VI-3**

**C. Endoscopic Services VI-6**

**D. Esophageal Procedures VI-9**

**E. Abdominal Procedures VI-10**

**F. Laparoscopy VI-12**

**G. Medically Unlikely Edits (MUEs) VI-14**

**H. General Policy Statements VI-15**

**Table of Contents**

**Chapter VII - Surgery: Urinary, Male Genital, Female Genital,**

**Maternity Care and Delivery Systems**

**(CPT Codes 50000 – 59999)**

**A. Introduction VII-3**

**B. Evaluation and Management (E&M) Services VII-3**

**C. Urinary System VII-6**

**D. Male Genital System VII-12**

**E. Female Genital System VII-13**

**F. Laparoscopy VII-16**

**G. Maternity Care and Delivery VII-16**

**H. Medically Unlikely Edits (MUEs) VII-17**

**I. General Policy Statements VII-18**

**Table of Contents**

**Chapter VIII - Surgery: Endocrine, Nervous, Eye and Ocular**

**Adnexa and Auditory Systems**

**(CPT Codes 60000 - 69999)**

**A. Introduction VIII-3**

**B. Evaluation and Management (E&M) Services VIII-3**

**C. Nervous System VIII-5**

**D. Ophthalmology VIII-13**

**E. Auditory System VIII-18**

**F. Operating Microscope VIII-18**

**G. Laparoscopy VIII-19**

**H. Medically Unlikely Edits (MUEs) VIII-20**

**I. General Policy Statements VIII-22**

**Table of Contents**

**Chapter IX - Radiology Services**

**(CPT Codes 70000 - 79999)**

**A. Introduction IX-3**

**B. Evaluation and Management (E&M) Services IX-3**

**C. Non-interventional Diagnostic Imaging IX-6**

**D. Interventional/Invasive Diagnostic Imaging IX-10**

**E. Nuclear Medicine IX-14**

**F. Radiation Oncology IX-17**

**G. Medically Unlikely Edits (MUEs) IX-21**

**H. General Policy Statements IX-22**

**Table of Contents**

**Chapter X - Pathology and Laboratory Services**

**(CPT Codes 80000 - 89999)**

**A. Introduction X-3**

**B. Evaluation and Management (E&M) Services X-5**

**C. Organ or Disease Oriented Panels X-7**

**D. Evocative/Suppression Testing X-8**

**E. Drug Testing X-8**

**F. Molecular Pathology X-9**

**G. Chemistry X-9**

**H. Hematology and Coagulation X-11**

**I. Transfusion Medicine X-12**

**J. Microbiology X-13**

**K. Anatomic Pathology (Cytopathology and Surgical**

**Pathology) X-14**

**L. Medically Unlikely Edits (MUEs) X-19**

**M. General Policy Statements X-26**

**Table of Content**

**Chapter XI - Medicine, Evaluation and Management Services**

**(CPT Codes 90000 - 99999)**

**A. Introduction XI-3**

**B. Therapeutic or Diagnostic Infusions/Injections and**

**Immunizations XI-3**

**C. Psychiatric Services XI-8**

**D. Biofeedback XI-10**

**E. Dialysis XI-11**

**F. Gastroenterology XI-11**

**G. Ophthalmology XI-12**

**H. Otorhinolaryngologic Services XI-13**

**I. Cardiovascular Services XI-16**

**J. Pulmonary Services XI-24**

**K. Allergy Testing and Immunotherapy XI-27**

**L. Neurology and Neuromuscular Procedures XI-28**

**M. Central Nervous System Assessments/Tests XI-29**

**N. Chemotherapy Administration XI-31**

**O. Special Dermatological Procedures XI-33**

**P. Physical Medicine and Rehabilitation XI-33**

**Q. Medical Nutrition Therapy XI-35**

**R. Osteopathic Manipulative Treatment XI-36**

**S. Chiropractic Manipulative Treatment XI-36**

**T. Miscellaneous Services XI-36**

**U. Evaluation and Management (E&M) Services XI-37**

**V. Medically Unlikely Edits (MUEs) XI-43**

**W. General Policy Statements XI-47**

**Table of Contents**

**Chapter XII - Supplemental Services**

**(HCPCS Level II Codes A0000 - V9999)**

**A. Introduction XII-3**

**B. Evaluation and Management (E&M) Services XII-4**

**C. Medical Services XII-6**

**D. Wheelchairs and Related Items XII-12**

**E. Other Durable Medical Equipment XII-13**

**F. Spinal and Limb Orthoses XII-14**

**G. Limb Prostheses XII-14**

**H. Orthopedic Shoes and Inserts XII-15**

**I. Hearing Aids XII-16**

**J. Eyeglasses XII-16**

**K. Therapeutic Shoes for Diabetics XII-17**

**L. Urological Supplies XII-17**

**M. Medically Unlikely Edits (MUEs) XII-18**

**N. General Policy Statements XII-21**

**Table of Contents**

**Chapter XIII – Category III Codes**

**(CPT Codes 0001T – 0199T)**

**A. Introduction XIII-3**

**B. Evaluation and Management (E&M) Services XIII-4**

**C. NCCI Procedure-to-Procedure (PTP) Edit Specific**

**Issues XIII-6**

**D. Medically Unlikely Edits (MUEs) XIII-6**

**E. General Policy Statements XIII-7**