

# Clinical Policy: Ambulatory Surgery Center Optimization

Reference Number: LA.CP.MP.158 Last Review Date: 01/2021

**Revision Log** 

See Important Reminder at the end of this policy for important regulatory and legal information.

#### Description

Ambulatory surgery centers (ASC) operate for the purpose of offering outpatient surgical services to members/enrollees in an environment appropriate for low risk procedures on members/enrollees with low risk health status. They serve as a high-quality, cost-effective alternative to inpatient surgical services. This policy provides guidance for when surgical services are medically appropriate to be provided in an ASC and can be redirected from an inpatient or outpatient hospital setting.

### **Policy/Criteria**

- I. It is the policy of Louisiana Healthcare Connections that elective procedures performed in an ASC are medically necessary when meeting the following indications:
  - **A.** General guidelines:
    - 1. Procedure is non-emergent and for a non-life threatening situation;
    - 2. Requesting surgeon has privileges at an ASC qualified to manage the procedure;
    - 3. BMI (body mass index) < 40;
    - 4. Post-operative ventilation is not anticipated;
    - 5. Operative time expected < 3 hours and combined operative and recovery time is anticipated to be < 23 hours;
    - 6. Procedure is not expected to result in extensive blood loss or directly involves major blood vessels;
    - 7. Major or prolonged body cavity invasion is not anticipated;
    - 8. Health status is American Society of Anesthesiologist (ASA) physical status (PS) class I, II, or III; or if class IV, meets the following:
      - a. Only local anesthetic with minimal sedation is planned;
      - b. No respiratory distress is present;
      - c. No internal cardioverter-defibrillator in a patient requiring electrocautery;
  - **B.** Does not have any of the following disqualifying conditions that would indicate a hospital setting is more appropriate (not an all-inclusive list):
    - 1. Brittle diabetes (instable diabetes that results in disruption of life and often recurrent/prolonged hospitalization);
    - 2. Resistant hypertension (poorly controlled despite use of 3 antihypertensive agents of different classes);
    - 3. Chronic obstructive pulmonary disease (COPD) (FEV1 < 50%);
    - 4. Advanced liver disease (MELD Score > 8);
    - 5. Alcohol dependence who is at risk for withdrawal syndrome;
    - 6. End stage renal disease (on peritoneal or hemodialysis)
    - 7. Uncompensated chronic heart failure (NYHA class III or IV);
    - 8. History of myocardial infarction in past 3 months;
    - 9. History of cerebrovascular accident or transient ischemic attack in past 3 months;
    - 10. Coronary artery disease with ongoing cardiac ischemia requiring ongoing medical management, placement of drug eluding stent in past year, or non-drug eluding stent



or plain angioplasty in past 3 months unless aspirin and antiplatelet drugs will be continued by agreement of surgeon, cardiologist, and anesthesia;

- 11. Moderate to severe uncontrolled obstructive sleep apnea;
- 12. Implanted pacemaker;
- 13. Personal history or family history of complication of anesthesia such as malignant hyperthermia;
- 14. Pregnancy;
- 15. Bleeding disorder requiring replacement factor or blood products or special infusion products to correct a coagulation defect (DDAVP is not blood product and is OK);
- 16. Recent history of drug abuse;
- 17. Poorly controlled asthma (FEV1 < 80% despite medical management);
- 18. Significant valvular heart disease;
- 19. Symptomatic cardiac arrhythmia despite medication;

Procedures appropriate for an ASC (*see Table 1*) should be redirected from an outpatient hospital setting when the above criteria are met. These procedures should be considered medically necessary per nationally recognized clinical decision support tools (i.e. InterQual<sup>TM</sup> or MCG).

**II.** It is the policy of Louisiana Healthcare Connections that procedures medically appropriate for an ASC per the criteria listed in section I above, that are performed in an inpatient or outpatient hospital setting, are considered to not be provided in the most appropriate care setting. Providers who request these services will be directed to the most appropriate care setting when the requesting physician has privileges at a qualified ASC capable of providing the requested procedure.

### Background

Ambulatory surgery centers (ASCs) are distinct entities that operate to furnish outpatient surgical services to patients. These facilities are either independent (i.e., not a part of a provider of services or any other facility) or operated by a hospital. According to a recent analysis in the 2010 Hospital Ambulatory Medical Care Survey, there were over 22 million surgical and nonsurgical procedures performed at ambulatory surgical centers.<sup>4</sup> Outpatient surgery in ACSs provide safe, cost-effective alternatives for a variety of surgical procedures with low complication rates.<sup>5</sup> For example, a survey of the American Society for Surgery of the Hand noted that over 65% of hand surgeons reported performing hand procedures at ASCs.<sup>5</sup>

The Health Plan may also use tools developed by third parties, such as the InterQual<sup>TM</sup> Guidelines, MCG, and other consensus guidelines and evidence-based medicine, to assist us in administering health benefits. The InterQual<sup>TM</sup> Care Guidelines and other are intended to be used in connection with the independent professional medical judgment of a qualified health care provider and do not constitute the practice of medicine or medical advice.

### **Coding Implications**

This clinical policy references Current Procedural Terminology (CPT<sup>®</sup>). CPT<sup>®</sup> is a registered trademark of the American Medical Association. All CPT codes and descriptions are copyrighted 2020, American Medical Association. All rights reserved. CPT codes and CPT descriptions are from the current manuals and those included herein are not intended to be all-inclusive and are



included for informational purposes only. Codes referenced in this clinical policy are for informational purposes only. Inclusion or exclusion of any codes does not guarantee coverage. Providers should reference the most up-to-date sources of professional coding guidance prior to the submission of claims for reimbursement of covered services.

CPT <sup>®</sup>	Description		
Codes	Evolution molignent logion including marging trunk arms or loggy avoiged dispector 2.1 to		
11603	Excision, malignant lesion including margins, trunk, arms, or legs; excised diameter 2.1 to 3.0 cm		
21501	Incision and drainage, deep abscess or hematoma, soft tissues of neck or thorax;		
21552	Excision, tumor, soft tissue of neck or anterior thorax, subcutaneous; 3 cm or greater		
23430	Tenodesis of long tendon of biceps		
24342	Reinsertion of ruptured biceps or triceps tendon, distal, with or without tendon graft		
24359	Tenotomy, elbow, lateral or medial (eg, epicondylitis, tennis elbow, golfer's elbow); debridement, soft tissue and/or bone, open with tendon repair or reattachment		
26160	Excision of lesion of tendon sheath or joint capsule (eg, cyst, mucous cyst, or ganglion), hand or finger		
26418	Repair, extensor tendon, finger, primary or secondary; without free graft, each tendon		
27328	Excision, tumor, soft tissue of thigh or knee area, subfascial (eg, intramuscular); less than 5 cm		
27385	Suture of quadriceps or hamstring muscle rupture; primary		
27792	Open treatment of distal fibular fracture (lateral malleolus), includes internal fixation, when performed		
27822	Open treatment of trimalleolar ankle fracture, includes internal fixation, when performed, medial and/or lateral malleolus; without fixation of posterior lip		
28119	Ostectomy, calcaneus; for spur, with or without plantar fascial release		
28285	Correction, hammertoe (eg, interphalangeal fusion, partial or total phalangectomy)		
28299	Correction, hallux valgus (bunionectomy), with sesamoidectomy, when performed; with double osteotomy, any method		
28308	Osteotomy, with or without lengthening, shortening or angular correction, metatarsal; other than first metatarsal, each		
28485	Open treatment of metatarsal fracture, includes internal fixation, when performed, each		
28615	Open treatment of tarsometatarsal joint dislocation, includes internal fixation, when performed		
28740	Arthrodesis, midtarsal or tarsometatarsal, single joint		
28750	Arthrodesis, midtarsal or tarsometatarsal, single joint		
29848	Endoscopy, wrist, surgical, with release of transverse carpal ligament		
31253	Nasal/sinus endoscopy, surgical with ethmoidectomy; total (anterior and posterior), includingfrontal sinus exploration, with removal of tissue from frontal sinus, when performed		
31254	Nasal/sinus endoscopy, surgical with ethmoidectomy; partial (anterior		
43264	Endoscopic retrograde cholangiopancreatography (ERCP); with removal of calculi/debris from biliary/pancreatic duct(s)		
47562	Laparoscopy, surgical; cholecystectomy		
49650	Laparoscopy, surgical; repair initial inguinal hernia		



<b>CPT</b> <sup>®</sup>	Description	
Codes		
50590	Lithotripsy, extracorporeal shock wave	
51102	Aspiration of bladder; with insertion of suprapubic catheter	
52234	Cystourethroscopy, with fulguration (including cryosurgery or laser surgery) and/or resection of; SMALL bladder tumor(s) (0.5 up to 2.0 cm)	
52260	Cystourethroscopy, with dilation of bladder for interstitial cystitis; general or conduction (spinal) anesthesia	
52276	Cystourethroscopy with direct vision internal urethrotomy	
52310	Cystourethroscopy, with removal of foreign body, calculus, or ureteral stent from urethra or bladder (separate procedure); simple	
52317	Litholapaxy: crushing or fragmentation of calculus by any means in bladder and removal of fragments; simple or small (less than 2.5 cm)	
52352	Cystourethroscopy, with ureteroscopy and/or pyeloscopy; with removal or manipulation of calculus (ureteral catheterization is included)	
52601	Transurethral electrosurgical resection of prostate, including control of postoperative bleeding, complete (vasectomy, meatotomy, cystourethroscopy, urethral calibration and/or dilation, and internal urethrotomy are included)	
65820	Goniotomy	
67108	Repair of retinal detachment; with vitrectomy, any method, including, when performed, air or gas tamponade, focal endolaser photocoagulation, cryotherapy, drainage of subretinal fluid, scleral buckling, and/or removal of lens by same technique	
67113	Repair of complex retinal detachment (eg, proliferative vitreoretinopathy, stage C-1 or grea diabetic traction retinal detachment, retinopathy of prematurity, retinal tear of greater than 90 degrees), with vitrectomy and membrane peeling, including, when performed, air, gas, or silicone oil tamponade, cryotherapy, endolaser photocoagulation, drainage of subretinal fluid, scleral buckling, and/or removal of lens	

Reviews, Revisions, and Approvals	Date	Approval Date
Converted corporate to local policy.	01/01/2021	

### References

- Ambulatory Surgery Center Association. Ambulatory Surgery Centers: A positive trend in health care. Accessed 9/15/20 at: https://www.ascassociation.org/search?executeSearch=true&SearchTerm=a+positive+trend+ in+health+care&l=1.
- 2. Guidelines for Ambulatory Anesthesia and Surgery; Committee on Ambulatory Surgery Care; American Society of Anesthesiologists, October 2013. Reaffirmed Oct 17, 2018
- 3. 2017.1 InterQual List of Inpatient Procedures
- 4. Centers for Medicare and Medicaid Services. Medicare Claims Processing Manual; Chapter 14 Ambulatory Surgery Centers. Rev. 3939. December 22, 2017.
- 5. Hall, M. J., et al. "Ambulatory surgery data from hospitals and ambulatory surgery centers: United States, 2010."*National health statistics reports* 102 (2017): 1.
- 6. Thompson, Norfleet B., and James H. Calandruccio. "Hand Surgery in the Ambulatory Surgery Center." *Orthopedic Clinics of North America* 49.1 (2018): 69-72.



- Lee JH. Anesthesia for ambulatory surgery. Korean J Anesthesiol. 2017 Aug;70(4):398-406. doi: 10.4097/kjae.2017.70.4.398. Epub 2017.
- 8. 2019 Change Healthcare Guidelines for Surgery and Procedures Performed in the Inpatient Setting.

## **Important Reminder**

This clinical policy has been developed by appropriately experienced and licensed health care professionals based on a review and consideration of currently available generally accepted standards of medical practice; peer-reviewed medical literature; government agency/program approval status; evidence-based guidelines and positions of leading national health professional organizations; views of physicians practicing in relevant clinical areas affected by this clinical policy; and other available clinical information. LHCC makes no representations and accepts no liability with respect to the content of any external information used or relied upon in developing this clinical policy. This clinical policy is consistent with standards of medical practice current at the time that this clinical policy was approved.

The purpose of this clinical policy is to provide a guide to medical necessity, which is a component of the guidelines used to assist in making coverage decisions and administering benefits. It does not constitute a contract or guarantee regarding payment or results. Coverage decisions 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 LHCC administrative policies and procedures.

This clinical policy is effective as of the date determined by LHCC. The date of posting may not be the effective date of this clinical policy. This clinical 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 clinical policy and any applicable legal or regulatory requirement, the requirements of law and regulation shall govern. LHCC retains the right to change, amend or withdraw this clinical policy, and additional clinical policies may be developed and adopted as needed, at any time.

This clinical 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. This clinical policy is not intended to recommend treatment for members. Members should consult with their treating physician in connection with diagnosis and treatment decisions.

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

This clinical policy is the property of LHCC. Unauthorized copying, use, and distribution of this clinical policy or any information contained herein are strictly prohibited. Providers, members and their representatives are bound to the terms and conditions expressed herein through the



terms of their contracts. Where no such contract exists, providers, members and their representatives agree to be bound by such terms and conditions by providing services to members and/or submitting claims for payment for such services.

©2020 Louisiana Healthcare Connections. All rights reserved. All materials are exclusively owned by Louisiana Healthcare Connections and are protected by United States copyright law and international copyright law. No part of this publication may be reproduced, copied, modified, distributed, displayed, stored in a retrieval system, transmitted in any form or by any means, or otherwise published without the prior written permission of Louisiana Healthcare Connections. You may not alter or remove any trademark, copyright or other notice contained herein. Louisiana Healthcare Connections is a registered trademark exclusively owned by Louisiana Healthcare Connections.