

Payment Policy: Add-On Code Billed Without Primary Code

Reference Number: LA.PP.030

Effective Date: 08/2020

Last Review Date: 06/2024

[Coding Implications](#)

[Revision Log](#)

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

Policy Overview

The purpose of this policy is to explain the parameters for add-on codes submitted on physician claims. The American Medical Association (AMA) defines add-on procedures as those procedures “always performed in addition to the primary service or procedure and must never be reported as a stand-alone code.”

Add-on codes reported as stand-alone codes are not reimbursable services in accordance with Current Procedural Terminology (CPT) and the Centers for Medicare and Medicaid Services (CMS) guidelines.

Add-on codes are identified in the CPT manual with the “+” symbol. Per the AMA, “The code descriptor of an add-on code generally includes phrases such as “each additional” or “(List separately in addition to primary procedure).”

Application

This policy applies to outpatient professional claims (rule looks within same claim and across claims history, claims with the same date of service, same provider).

Policy Description

Reimbursement

Louisiana Healthcare Connections follows the American Medical Association (AMA) and the Centers for Medicare and Medicaid Services (CMS) with respect to reporting of add-on CPT and HCPCS codes.

Louisiana Healthcare Connections code editing software evaluates claim lines on the current claim and in claims history for the presence of an add-on code billed with the primary procedure code.

If procedure code is found billed with an add-on code and the primary code is not present on the current claim or a claim in history, that service line will be denied.

Furthermore, if a procedure code is billed with an add-on code and the primary procedure code is present, but has been denied by another claims payment rule; the add-on code will also be denied.

References

1. *Current Procedural Terminology (CPT®)*, 2024
2. *HCPCS Level II*, 2024
3. <https://www.cms.gov/regulations-and-guidance/guidance/manuals/internet-onlymanuals-items-items/cms018912>
4. <https://www.cms.gov/ncci-medicare/medicare-ncci-add-code-edits>
5. <https://www.cms.gov/medicare/coding-billing/ncci-medicare>
6. <https://www.ama-assn.org/system/files/code-descriptor-formatting-instruction.docx>

Revision History	Revision Date	Approval Date
Converted corporate to local policy.	08/15/2020	
Annual Review; Removed clinical and added payment policy in “Important Reminder” section	08/29/2022	
Annual review; dates in reference section updated	7/19/2023	9/13/2023
Annual review; updated dates, references and links. Did not send to LDH due to non material revisions.	06/2024	6/25/2024

Important Reminder

This payment 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 payment 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 payment policy. This payment policy is consistent with standards of medical practice current at the time that this payment policy was approved.

The purpose of this payment 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 payment policy is effective as of the date determined by LHCC. 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. LHCC retains the

right to change, amend or withdraw this payment policy, and additional clinical 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. This payment policy is not intended to recommend treatment for members. Members should consult with their treating physician in connection with diagnosis and treatment decisions.

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