Reimbursement Policy

Subject: **Modifier 63**	
Policy Number: **G-06015**	Policy Section: Coding
Last Approval Date: **11/04/2022**	Effective Date: **08/28/2020**

**** Visit our provider website for the most current version of the reimbursement policies. If you are using a printed version of this policy, please verify the information by going to **https://provider.healthybluela.com.** ****

Disclaimer

These reimbursement policies serve as a guide to assist you in accurate claims submissions and to outline the basis for reimbursement if Healthy Blue covered the service for the member's Healthy Louisiana benefit plan. The determination that a service, procedure, item, etc. is covered under a member's benefit plan is not a determination that you will be reimbursed. Services must meet authorization and medical necessity guidelines appropriate to the procedure and diagnosis as well as to the member's state of residence.

You must follow proper billing and submission guidelines. You are required to use industry standard, compliant codes on all claim submissions. Services should be billed with Current Procedure Terminology® (CPT) codes, Healthcare Common Procedure Coding System (HCPCS) codes, and/or revenue codes. These codes denote the services and/or procedures performed and, when billed, must be fully supported in the medical record and/or office notes. Unless otherwise noted within the policy, our reimbursement policies apply to both participating and non-participating professional providers and facilities.

If appropriate coding/billing guidelines or current reimbursement policies are not followed, Healthy Blue may:

- Reject or deny the claim.
- Recover and/or recoup claim payment.

These reimbursement policies may be superseded by mandates in provider, state, federal, or Centers for Medicare & Medicaid Services (CMS) contracts and/or requirements. Healthy Blue strives to minimize delays in policy implementation. If there is a delay, we reserve the right to recoup and/or recover claims payment to the effective date in accordance with the policy. We reserve the right to review and revise these policies when necessary. When there is an update, we will publish the most current policy to the website.

Policy

Healthy Blue allows reimbursement for surgery on neonates and infants up to a present body weight of 4 kg when billed with Modifier 63 unless provider, state, federal, or CMS contracts and/or requirements indicate otherwise.

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Reimbursement is based on the lower of billed charges or 125% of the applicable fee schedule amount or contracted/negotiated rate.

The neonate weight should be documented clearly in the report for the service.

When an assistant surgeon is used and/or multiple procedures are performed on neonates or infants less than 4 kg in the same operative session, assistant surgeon and/or multiple procedure rules and fee reductions apply.
Healthy Blue requires the submission of medical records if additional modifiers are billed with Modifier 63.

Nonreimbursable
Healthy Blue does not allow reimbursement for Modifier 63 billed in the following circumstances:

- For facility billing
- With Evaluation and Management (E/M) codes
- With anesthesia codes
- With radiology codes
- With pathology/laboratory codes
- With medicine codes (other than those appropriate for the modifier)
- With Modifier 63-exempt codes
- In addition to Modifier 22 (Unusual Services) for the same procedure code(s)
- With codes denoting invasive procedures that include **neonate** or **infant** in the description, since the reimbursement rate for the code already reflects the additional work

Healthy Blue, in compliance with Louisiana Department of Health and Hospitals allows the lower of billed charges or 125% of the applicable fee schedule amount or contracted/negotiated rate. Healthy Blue requires the submission of medical records if additional modifiers are billed with Modifier 63.

Related Coding
Standard correct coding applies

Policy History	
11/04/2022	Review approved: minor language updates; changed title to only include Modifier 63; updated Modifier 63 definition
08/28/2020	Review approved and effective date: updated policy language History, References and Research Materials
11/16/2018	Review approved and effective: policy template updated
09/01/2017	Policy template updated effective
09/15/2016	Review approved: policy template updated
04/14/2014	Review approved and effective 02/01/2015: disclaimer updated
11/05/2012	Review approved and effective: policy template updated
06/18/2012	Review approved and effective: policy template updated
06/06/2011	Review approved and effective 08/05/2011: policy template update
10/06/2008	Review approved: policy template updated

References and Research Materials
This policy has been developed through consideration of the following: • American Medical Association, CPT 2020, Professional Edition • CMS • State contract • State Medicaid • Optum EncoderPro 2022 for Payers Professional

Definitions	
Modifier 63	Procedures performed on neonates and infants up to a present body weight of 4 kg may involve significantly increased complexity and physician or other qualified healthcare professional work commonly associated with these patients. This circumstance may be reported by adding modifier 63 to the procedure number.
General Reimbursement Policy Definitions	

Related Policies and Materials
Assistant at Surgery (Modifiers 80/81/82/AS)
Modifier 22: Increased Procedural Service
Modifier Usage
Multiple and Bilateral Surgery