



# **CODING FOR CHEST MEDICINE 2010**

## **TABLE OF CONTENTS**

<b>Dedication and Acknowledgments</b>	<b>iii</b>
<b>Copyright</b>	<b>iv</b>
<b>Disclaimer</b>	
<b>About the Authors</b>	<b>v</b>
<b>Introduction</b>	<b>xv</b>
<b>CHAPTER 1: Introduction to Physician Reimbursement</b>	<b>1</b>
<i>Diane Krier-Morrow, MBA, MPH, CCS-P</i>	
<b>Introduction to Physician Reimbursement: ICD-9-CM, ICD-10, CPT®, HCPCS, RVUs, OPPS, and Health-Care Reform</b>	<b>1</b>
<b>International Classification of Diseases, 9th Revision, Clinical Modification (ICD-9-CM)</b>	<b>1</b>
Introduction and Background	1
ICD-9-CM Content	2
Diagnosis Code Book Conventions	3
Diagnosis Coding Examples for Pulmonary and Critical Care Physicians	4
<b>CHAPTER 2: Diseases of Respiratory System (460-519)</b>	<b>4</b>
AHA Coding Clinic for ICD-9-CM	6
The Diagnosis Coding Process and Obtaining a New/Revised Diagnosis Code	6
ICD-9-CM Changes for Pulmonary, Critical Care and Sleep Medicine, Effective October 1, 2009	7
Where To Find Diagnosis Code Changes	9
<b>Prepare Now for ICD-10 Implementation</b>	<b>9</b>
Diagnoses	9
Inpatient Procedures	10
CPT	10

The Plan: Begin Practice Assessment and Education Now	10
ICD-10-CM (Diagnoses) Code Structure	10
ICD-10-PCS (Inpatient Procedures Only) Code Structure	11
Some ICD-10 Web Resources	11
HIPAA	12
SNOMED CT <sup>®</sup>	12
<b>Physicians' Current Procedural Terminology, 4th Edition (CPT-4<sup>®</sup>)</b>	<b>12</b>
Introduction and Background	12
CPT Index	14
CPT Editorial Panel	15
CPT Advisors	15
CPT Updates	15
CPT Process on How To Obtain a New or Revised Code	15
Category I CPT Codes	18
HCPCS Codes Relevant to Pulmonary and Critical Care Physicians:	
Category I CPT Codes for 2010	18
Category II Performance Measure Codes	21
Performance Measures for 2010	24
Category III Tracking Codes	24
Healthcare Common Procedure Coding System (HCPCS)	25
Medicare's Resource-based Relative Value Scale (RBRVS)	25
Health-Care Reform	27
IPPS for Hospital Inpatient Services	27
OPPS for Hospital Outpatient Services	28
Practical Coding and Reimbursement Tips	28
<b>Conclusion</b>	<b>34</b>
<b>CHAPTER 2: Dealing With Medicare</b>	<b>37</b>
<i>Paul Rudolf, MD, JD; Allison Weber Shuren, MSN, JD; and Chandra N. Branham, JD</i>	
<b>Interacting With Payers</b>	<b>37</b>

Who Is Responsible for the Accuracy of the Claim?	37
How Should Your office Staff Interact With Payers?	37
Who Are the Major Payers?	37
What Is the Difference Between a Commercial Insurance Plan and a Third-Party Administrator?	38
Why Is It Important to Know the Difference Between a Commercial Plan and a TPA?	38
How Is Medicare Administered?	38
What Is a Participating Physician?	38
How Are Laboratory Claims Paid?	39
What Does Medicare Pay for Physician Services?	39
Who Collects Medicare Beneficiary Copayments?	39
How Much Does the Medicare Beneficiary Pay?	39
When May Physicians Balance-Bill Medicare Beneficiaries for Their Usual Charges?	39
How Do Advance Beneficiary Notices Affect a Physician’s Ability to Balance-Bill Patients?	40
What Does It Mean to “Opt Out” of Medicare?	40
How Can I Learn More About Physician Claims Submission, Medicare Contractor Requirements, and the Appeals Process?	40
What Must Be Documented in the Chart?	41
What Do Physicians Need To Document When Submitting Claims to Medicare HMOs and Other Medicare-Managed Care Plans?	41
How Can Physicians Learn if a Procedure Is Subject to a Correct Coding Edit?	41
What Is a “Clean Claim”?	41
National Provider Identifier Implementation	42
What Is Concurrent Care and How Can It Affect Payment?	42
What Is Appropriate Documentation?	43
Do All Records Need To Be Signed and Legible?	43
<b>Claim Denials and the Appeals Process</b>	<b>43</b>
What Are Some Common Reasons Why Claims Are Denied?	43
How Can a Diagnosis Code Be Improper?	43
What Happens if a Claim Is Denied?	43
How and When Do I Request a Redetermination?	44
Does a Physician Need an Attorney to Conduct an Appeal?	45

What Is the Physician Entitled To Know About the Person Who Originally Denied the Claim?	45
Does a Physician Requesting a Redetermination Have To Be Present in Person?	45
What Information Should a Physician Submit for a Redetermination?	45
What Happens if My Request for a Redetermination Is Late?	45
Can Medicare Withhold or Recoup Funds if a Physician Disagrees With a Claim Denial?	46
Can a Physician Who Is Under Medical Review Appeal a Claim Denial?	46
What Happens if, During an Appeals Hearing, a Hearing officer Suspects Fraud or Abuse?	46
Do Nonparticipating Physicians Have the Same Appeal Rights as Participating Physicians?	46
<b>Local Coverage Policies</b>	<b>46</b>
What Are Local Coverage Policies?	46
How Does a Contractor Develop an LCD?	46
How Can a Physician Get Involved in the CAC Process?	46
Prepayment and Postpayment Medical Review	47
What Is Prepayment Review?	47
What Is Postpayment Review?	47.
Recovery Audit Contractors	48
Comprehensive Error Rate Testing Program	48
The Physician Quality Reporting Initiative	49
Electronic Prescribing Incentive Program	50
Health Information Technology Incentive Payments	51
Incentives for Physicians	51
<b>Conclusion</b>	<b>51</b>
<b>CHAPTER 3: Introduction to Third-Party</b>	
<b>Payers and Managed Care Contracting</b>	<b>53</b>
<i>Donna K. Knapp, MA, FACMPE</i>	
<b>Discounted Fee-for-Service Contracting</b>	<b>53</b>
<b>Calculating Compensation</b>	<b>53</b>
<b>Determine the Practice Standard for</b>	
<b>Acceptable Compensation</b>	<b>55</b>
<b>Monitor Compensation</b>	<b>55</b>

<b>Analyzing Provider Obligations and Their Costs</b>	<b>56</b>
Hospital Services	58
<b>Incentive Programs</b>	<b>59</b>
<b>Compatible Panel of Providers</b>	<b>59</b>
<b>Credentialing and Insurance Requirements</b>	<b>60</b>
<b>Recordkeeping</b>	<b>60</b>
<b>Administration of the Contract</b>	<b>61</b>
<b>Analyzing Payer Obligations</b>	<b>61</b>
<b>Prompt Payment</b>	<b>61</b>
<b>Listing in the Provider Directory</b>	<b>62</b>
<b>Orientation, Training, and Provider Assistance</b>	<b>62</b>
<b>Review of Contractual Obligations</b>	<b>62</b>
<b>Terms To Investigate</b>	<b>63</b>
<b>Conclusion</b>	<b>63</b>
<b>CHAPTER 4: Reimbursement in Hospitals and Other Health-care Facilities</b>	<b>65</b>
<i>Thomas A. Gustafson, PhD</i>	
<b>Introduction</b>	<b>65</b>
<b>Physician Payment in Facilities</b>	<b>65</b>
<b>Inpatient Hospital Services</b>	<b>65</b>
Hospital-Acquired Conditions	68
Never Events	69
<b>Long-term Care Hospitals</b>	<b>70</b>
<b>Skilled Nursing Facilities</b>	<b>70</b>
<b>Outpatient Hospital Services</b>	<b>70</b>
<b>Ambulatory Surgery Centers</b>	<b>71</b>
<b>CHAPTER 5: Evaluation and Management</b>	
<b>Services: An Overview</b>	<b>73</b>
<i>Carol Pohlig, BSN, RN, CPC, ACS</i>	
<b>Introduction</b>	<b>73</b>
<b>Outpatient Services</b>	<b>73</b>
New Patient Visit Codes	73
Established Patient Visit Codes	74
Consultations	74

Preventive Medicine Services	75
<b>Special E/M Services</b>	<b>77</b>
Basic Life and/or Disability Evaluations	77
Work-Related or Medical Disability	
Evaluation Services	78
<b>Hospital Services</b>	<b>78</b>
Emergency Department	78
Observation Care	78
Inpatient Care	79
Critical Care Services	82
<b>Alternative Settings</b>	<b>82</b>
Nursing Facility Services	82
Domiciliary Care	84
Home Services	84
<b>Other Covered Services</b>	<b>85</b>
Prolonged Care	85
Care Plan Oversight	86
<b>CHAPTER 6: Documenting and Coding</b>	
<b>Evaluation and Management Services</b>	<b>87</b>
<i>Carol Pohlig, BSN, RN, CPC, ACS</i>	
<b>Introduction to 1995 Documentation</b>	
<b>Guidelines</b>	<b>87</b>
Components	87
Clinical Examples	87
<b>History</b>	<b>87</b>
Chief Complaint	87
History of Present Illness	87
Review of Systems	88
Past, Family, and Social Histories	88
Level Requirements	89
Frequently Asked Questions	89
<b>Physical Examination</b>	<b>90</b>
Frequently Asked Questions	90
<b>Medical Decision Making</b>	<b>90</b>

Number of Diagnoses and/or Management Options Considered	90
Amount and/or Complexity of Data Reviewed/Ordered	91
Risk of Complications/Morbidity/Mortality	92
Complexity Requirements	92
Frequently Asked Questions	94
<b>1997 Guidelines</b>	<b>94</b>
History	95
Physical Examination	95
<b>Determining Level of Service</b>	<b>95</b>
Frequently Asked Questions	98
<b>Documentation Resources</b>	<b>99</b>
Templates	99
Audit Tools	99
Useful Web Sites	99
<b>CHAPTER 7: Consultations</b>	<b>119</b>
<i>Scott Manaker, MD, PhD, FCCP</i>	
<b>Introduction</b>	<b>119</b>
Purposes	119
Types and Locations of Consultations	120
Documentation of Consultations	121
<b>Consultation Codes</b>	<b>121</b>
Level of Consultation Codes	121
Documentation Requirements	122
<b>Typical Clinical Scenarios</b>	<b>122</b>
Consulted for Bronchoscopy	122
An Abnormal Chest Radiograph	122
A Preoperative Evaluation	123
Called to the Emergency Department	123
Mandated Consultations	123
<b>Problems and Pitfalls</b>	<b>124</b>
Preoperative Consultations	124
Procedures and Consultations on the	

Same Calendar Day	124
Reconsulted by the Same Requesting Provider	124
Change in Level of Care or Transfer of Service	124
What To Do for 2010	124
<b>CHAPTER 8: Critical Care Professional Services</b>	<b>127</b>
<i>Mary Mulholland, MHA, BSN, RN, CPC</i>	
<b>Introduction</b>	<b>127</b>
What Is Critical Care?	127
Who Can Report Critical Care Services?	127
Site of Service	127
Frequency of Critical Care Services	128
Medical Necessity and Critical Care Services	128
Improve Documentation and Meet the Critical Care Criteria	129
<b>99291, 99292: “Time”-Based Services</b>	<b>130</b>
Time and the Family Meeting	130
Time and Services Not Meeting Critical Care Criteria	131
How To Document Time	131
Reporting Time for Multiple Providers	131
How To Document Time for Critical Care Services ( <b>99291, 99292</b> )	132
E/M Services and Critical Care Services on the Same Day	133
Procedures and Critical Care Provided on the Same Day	134
Procedures Bundled Into Critical Care	134
Nonbundled Procedures	134
<b>The Teaching Physician Rule and Critical Care</b>	<b>136</b>
<b>Ventilator Management</b>	<b>136</b>
Coding Examples for Ventilator Management	137
Noninvasive Ventilation (CPAP and Bilevel Pressure Ventilation) Services	138
Recommendations for Documentation of Ventilator Management Services	138
Adult Transport Services: <b>99291, 99292</b>	1383
Remote Critical Care Services	138
Pediatric Pulmonary Critical Care	139

Assess Payer Denials	140
Frequently Asked Questions	140
<b>CHAPTER 9: Endoscopic and Airway Services: Bronchoscopy, Tracheostomy, and Nasopharyngoscopy</b>	<b>151</b>
<i>Alan L. Plummer, MD, FCCP</i>	
<b>Introduction</b>	<b>151</b>
General Comments	151
Use of ICD-9-CM Codes	151
ZZZ Codes	151
<b>Bronchoscopy</b>	<b>152</b>
Moderate Sedation	152
Bronchoscopy Codes Utilizing Moderate Sedation	153
Bronchoscopy Codes Utilizing General Anesthesia	155
Multiple Endoscopy Rule	156
Multiple Procedure Rule	156
Global Periods	157
Typical Clinical Scenarios	157
Problems and Pitfalls	160
<b>Tracheostomy, Upper Airway Endoscopy, and Other Tracheal Procedures</b>	<b>161</b>
Upper Airway Endoscopy	162
Typical Clinical Scenarios	162
Problems and Pitfalls	162
<b>CHAPTER 10: Invasive Procedures: Pleural Procedures, Transthoracic Needle Biopsies, and Vascular Procedures</b>	<b>165</b>
<i>Stephen Hoffmann, MD, FCCP; and Jeanette Lane, CPC</i>	
<b>Introduction</b>	<b>165</b>
<b>Codes</b>	<b>165</b>
Pleural Procedures/Thorascopic Procedures/Needle Biopsies	165

Catheter Insertions	168
Right Heart Catheterization for Vasodilator Studies for Pulmonary Hypertension	171
<b>Frequently Asked Questions</b>	<b>172</b>
Arterial Puncture/Catheters	173
Vascular Injection Procedures	173
<b>Documentation</b>	<b>173</b>
<b>CHAPTER 11: Rapid Response System</b>	
<b>Services</b>	<b>175</b>
<i>William Schweickert, MD; and Mary Mulholland, MHA, BSN, RN, CPC</i>	
<b>Introduction</b>	<b>175</b>
<b>Programmatic and Contracting Considerations</b>	<b>175</b>
<b>Service Location and Patient Condition</b>	<b>176</b>
<b>Cardiopulmonary Arrest</b>	<b>176</b>
<b>Rapid Response, Critically Ill Patient</b>	<b>176</b>
<b>Rapid Response, Noncritically Ill Patient</b>	<b>177</b>
<b>Procedures</b>	<b>177</b>
<b>Nonphysician Providers</b>	<b>178</b>
<b>Clinical Examples</b>	<b>178</b>
<b>CHAPTER 12: Thoracic Surgical</b>	
<b>Procedures</b>	<b>181</b>
<i>Keith S. Naunheim, MD, FCCP; and Julie R. Painter, MBA</i>	
<b>Review of CPT<sup>®</sup> Codes and Clinical Examples for General Thoracic Surgery</b>	<b>181</b>
Chest Wall Tumors and Muscle Flaps	181
Procedures on the Neck and Thorax:	
Soft Tissue	182
Procedures on the Neck and Thorax:	
Bony Tissue	183
Procedures on the Trachea and Bronchus	183
Pleural Procedures	184
Thoracotomy and Lung Resection Procedures	185
Thoracoscopic Procedures	186

Other Thoracic Procedures	187
Mediastinal Procedures	188
Procedures on the Diaphragm	188
Esophageal Procedures	188
Thymectomies	191
Problems, Pitfalls, and Frequently Asked Questions	191
Preoperative Services Included in the General Thoracic Surgical Package (Services Provided by the Performing Physician the Day of or the Day Before the Procedure)	192
Intraoperative Services Included in the General Thoracic Surgical Package (If Provided by the Performing Physician During the Operative Session)	192
Postoperative Services Included in the General Thoracic Surgical Package (Services Provided by the Performing Physician After the Surgery)	192
Tips for Reporting Services Within the Global Surgical Package	193
Critical Care Services	194
Bundled Services	195
<b>CHAPTER 13: Office Services</b>	<b>197</b>
<i>Steve G. Peters, MD, FCCP</i>	
<b>Infusions</b>	<b>197</b>
Drug Infusions	197
<b>Chemotherapy Administration</b>	<b>199</b>
<b>Vaccinations</b>	<b>200</b>
<b>Pulse Oximetry</b>	<b>202</b>
<b>Tuberculosis Testing</b>	<b>202</b>
Skin Testing	202
<b>Inhalation therapy</b>	<b>203</b>
Metered-dose Inhaler, Nebulizer Therapy, and Education	203
Continuous Inhalation Therapy	203
<b>Smoking Cessation Counseling</b>	<b>204</b>

Exhaled Nitric Oxide	204
<b>Case Management Services</b>	<b>204</b>
Anticoagulant Management	204
<b>Care Plan Oversight</b>	<b>205</b>
<b>Home Health Certification and Recertification</b>	<b>206</b>
Oxygen Certification	207
Coverage of Home Use of Oxygen Included In Clinical Trials	208
<b>CHAPTER 14: Pulmonary Function and Exercise Testing</b>	<b>209</b>
<i>Edward Diamond, MD, MBA, FCCP</i>	
<b>General Issues</b>	<b>209</b>
Global Service: Professional and Technical Components	209
Place of Service	210
Supervision Requirements	210
<b>Pulmonary Function Testing</b>	<b>211</b>
<b>Oxygen Evaluation</b>	<b>214</b>
<b>Bronchial Challenge Testing</b>	<b>216</b>
<b>Pulmonary Exercise Testing</b>	<b>216</b>
Exhaled Nitric Oxide	219
<b>Infrequently Performed Procedures</b>	<b>219</b>
Frequently Asked Questions	222
<b>CHAPTER 15: Pulmonary Rehabilitation</b>	
<b>Programs and Respiratory Therapy Services</b>	<b>225</b>
<i>Sam Birnbaum, BBA, CMPE; and Brian W. Carlin, MD, FCCP</i>	
<b>Introduction</b>	<b>225</b>
<b>The 2009 Medicare Coverage Proposal for 2010</b>	<b>225</b>
<b>Background</b>	<b>226</b>
<b>Scope of Practice</b>	<b>227</b>
<b>Request for Services</b>	<b>227</b>
<b>Respiratory Therapy Service Codes</b>	
<b>Applications and Examples</b>	<b>227</b>
<b>Other CPT® Codes</b>	<b>228</b>
<b>Documentation Requirements</b>	<b>228</b>
<b>Medical Necessity</b>	<b>229</b>

<b>Vignettes</b>	<b>230</b>
Example 1	230
Example 2	230
Example 3	230
Example 4	231
Example 5	231
<b>Problems and Pitfalls</b>	<b>231</b>
<b>CHAPTER 16: Coding and Reimbursement for Sleep Studies, Durable Medical Equipment, and Clinic</b>	<b>233</b>
<i>Andrew DesRosiers, MS, RRT, RPSGT</i>	
<b>Overview</b>	<b>233</b>
Scope of Sleep Medicine	233
National Accreditation and Board Certification	233
Specialty Associations Involved in Sleep Medicine and Achieving Board Certification	234
American College of Chest Physicians	234
American Academy of Sleep Medicine	234
American Thoracic Society	234
Sleep Medicine Examination	234
Coding and Regulatory Compliance	234
<b>CPT<sup>®</sup> and ICD-9-CM Coding Systems</b>	<b>235</b>
CPT Codes	235
Home Sleep Testing: Portable Monitoring	237
Actigraphy Testing	237
Repeating Sleep Testing	237
Home Pediatric Monitoring	238
Diagnostic Criteria for Treatment	238
ICD-9-CM Diagnostic Codes for Sleep Medicine	239
Reimbursement: Getting Sleep Studies Covered	239
Negotiating With Managed Care	240

<b>Documentation</b>	<b>240</b>
Duration and Intensity of Measurements	240
Sleep Study Reports	240
Sample Templates and Forms	240
<b>How Do Home Medical Equipment Companies Fit In?</b>	<b>241</b>
<b>How To Run a Sleep Clinic</b>	<b>241</b>
<b>Initiating and Managing CPAP Therapy</b>	<b>241</b>
<b>Providing Durable Medical Equipment</b>	<b>242</b>
CMS 2007 Quality Standards and Competitive Billing for DME	244
Offering DME Services in a Hospital-based Sleep Center	244
<b>Safety and Liability</b>	<b>244</b>
<b>Putting Risks and Warnings in Writing</b>	<b>245</b>
<b>Conclusion</b>	<b>246</b>
<b>Useful Web Sites</b>	<b>246</b>
<b>CHAPTER 17: Allergy Services</b>	<b>257</b>
<i>Donald W. Aaronson, MD, JD, MPH; and Gary N. Gross, MD, MBA</i>	
<b>Allergy Testing (CPT 95004-95075)</b>	<b>257</b>
Guidelines for Interpretation and Report	259
Allergy Testing and Office Visits	259
Rarely Used Allergy Tests	260
Allergen Immunotherapy	260
Antigen Preparation and Provision	261
Allergen Extract Administration	262
Rapid Desensitization	262
<b>CHAPTER 18: Pediatric Pulmonary and Critical Care Coding</b>	<b>267</b>
<i>Burt Lesnick, MD, FCCP, FAAP; and Mary Mulholland, MHA, BSN, RN, CPC</i>	
<b>Introduction</b>	<b>267</b>
<b>New Category I CPT® Codes for 2010</b>	<b>267</b>
Infant Pulmonary Function Testing	267
Pediatric Critical Care Codes	267
Time-Based Critical Care	268

<b>Common Pediatric Critical Care</b>	
<b>ICD-9 Diagnosis Codes</b>	<b>268</b>
<b>Neonatal and Pediatric Critical Care</b>	
<b>(Non-Time-Based)</b>	<b>269</b>
<b>Initial and Continuing Intensive Care</b>	
<b>Services (99477-99480)</b>	<b>270</b>
<b>Inpatient Pediatric Critical Care</b>	
<b>Codes (99471, 99472, 99475, 99476)</b>	<b>270</b>
Procedures Bundled Into Critical Care	271
<b>Procedures Not Bundled Into Neonatal and Pediatric Critical Care Codes</b>	<b>271</b>
<b>Pediatric Critical Care Patient</b>	
<b>Transport: 99466, 99467</b>	<b>272</b>
<b>Outpatient Neonatal and Pediatric Critical</b>	
<b>Care Services</b>	<b>272</b>
<b>Critical Care In the Emergency Department</b>	<b>273</b>
<b>Summary of Critical Care Coding</b>	<b>273</b>
Related Codes	273
Home Ventilator Management	273
Surfactant Administration	273
Home Apnea Monitoring	274
Extracorporeal Membrane Oxygenation	274
<b>CHAPTER 19: Nonphysician Providers in Your Practice</b>	<b>275</b>
<i>Carol Pohlig, BSN, RN, CPC, ACS</i>	
<b>Introduction</b>	<b>275</b>
<b>Billing Options</b>	<b>275</b>
Independent Billing	275
Shared/Split Billing	276
“Incident To” Billing	278
Billing Insurers Who Do Not Recognize Medicare Options	279
<b>Billing Issues</b>	<b>280</b>
<b>Practice Issues</b>	<b>280</b>
<b>Conclusion</b>	<b>281</b>
<b>CHAPTER 20: Appropriate Use of Modifiers</b>	<b>283</b>
<i>Anne Marie Holmes, RN, BSN, CPC</i>	

<b>CPT Modifiers</b>	<b>283</b>
Facility Modifiers (Not Reported by Physicians)	290
<b>HCPCS Modifiers</b>	<b>290</b>
Level II (HCPCS/National)	292
Physician Quality Reporting	
Initiative Modifiers	292
<b>Conclusion</b>	<b>293</b>
<b>CHAPTER 21: Correct Coding Edits</b>	<b>295</b>
<i>Kim D. French, MHSA, CAPP</i>	
<b>Background</b>	<b>295</b>
<b>Purpose</b>	<b>295</b>
<b>Correct Coding Policies</b>	<b>295</b>
<b>How To Use the NCCI Tables</b>	<b>296</b>
Common Examples of Pulmonary and	
Critical Care Unbundling	297
<b>Complex Services That Include the Simple Service</b>	<b>298</b>
<b>Conclusion</b>	<b>299</b>
<b>CHAPTER 22: Revenue Cycle Management</b>	<b>301</b>
<i>John S. Bauer, MBA, FACMPE, CPA</i>	
<b>Introduction</b>	<b>301</b>
<b>Three Major Aspects of the Revenue Cycle</b>	<b>301</b>
<b>Time of Service</b>	<b>301</b>
Set Expectations	302
Deal With Correct Data	302
Payment Alternatives	302
Minimize Problems	302
<b>The Collection Cycle</b>	<b>302</b>
Monitor Trends	303
Minimize Low-Return Efforts	303
Monitor Open Accounts	304
Collection Agency Recovery	305
<b>Accounts Receivable Monitoring and Improvement</b>	<b>305</b>
Analytical Procedures	306
Software Utilization	307

Staff Education	308
Setting Goals	308
Full Implementation of Internal Controls	308
<b>CHAPTER 23: Teaching Physician Regulations</b>	<b>311</b>
<i>Scott Manaker, MD, PhD, FCCP</i>	
<b>Introduction and History</b>	<b>311</b>
Overview	311
Definitions	311
GC Modifier	312
<b>Evaluation and Management Services</b>	<b>312</b>
Physical Presence	312
Documentation Requirements	312
<b>Major Procedures</b>	<b>314</b>
Definition	314
Physical Presence	314
Documentation Requirements	314
<b>Minor Procedures</b>	<b>314</b>
Definition	314
Physical Presence	314
Documentation Requirements	315
<b>Endoscopic Services</b>	<b>315</b>
Definition	315
Physical Presence	315
Documentation Requirements	315
<b>Time-Based Coding</b>	<b>315</b>
Physical Presence	315
Documentation Requirements	315
<b>Problems and Pitfalls</b>	<b>315</b>
Previous Night Evaluation by the Resident	315
Time on Teaching Rounds	316
Letters Dictated by Residents (Typically Fellows)	316
<b>CHAPTER 24: Compliance Plans in</b>	

<b>Pulmonary Practice</b>	<b>319</b>
<i>Noreen McGing, RN, MJ Health Law; and Anthony M. Marinelli, MD, FCCP</i>	
<b>Introduction</b>	<b>319</b>
<b>Develop a Practice Compliance Plan</b>	<b>320</b>
False Claims Act	321
Target Potential	321
<b>Minimum Compliance Plan Components</b>	<b>321</b>
I. Audit and Monitor	321
II. Establish Practice Standards and Procedures	321
III. Designate a Compliance Officer or Contact	322
IV. Train and Educate	322
V. Respond to Detected Offenses and Develop Corrective Action Initiatives	322
VI. Establish Open Lines of Communication	322
VII. Enforce Disciplinary Standards	322
Compliance Plans Available on the Internet	322
Required Employee Education	322
<b>Maintain Privilege</b>	<b>323</b>
Protecting the Confidentiality of Internal Investigations	323
Involuntary Waiver of the Attorney-Client Privilege	323
Maintaining the Privilege With Outside Consultants	323
Voluntary Self-Disclosure	323
<b>Investigations</b>	<b>323</b>
Discovering the Existence of a Government Investigation	323
Search Warrants	324
Grand Jury Subpoena	324
Administrative Subpoena or Unannounced Agent Visits	324
Summary	324
Additional Information	324
<b>Understand the Medicare</b>	
<b>Anti-Kickback Statute</b>	<b>324</b>
Enforcement	325
Penalties	325
Remunerations	325

<b>Avoid Potential Anti-Kickback Violations</b>	<b>326</b>
Review Physician Guidance Documents	326
Implement Controls	326
Verify All Agreements	326
Policies and Procedures	326
Summary	327
<b>Know the Safe Harbor Regulations</b>	<b>327</b>
Electronic Technology	327
Managed Care	327
Investments	327
Practice Sale	327
Contracts	327
<b>Recognize Physician Self-Referral Statute</b>	
<b>(Stark) Violations</b>	<b>328</b>
Enforcement	328
Civil Penalties	328
Definitions	329
Common Areas of Stark Laws Violations	329
<b>Exceptions</b>	<b>329</b>
Policies and Procedures	329
HIPAA	329
Privacy Rule	330
Business Associates	331
National Provider Identifier	331
Transactions and Code Set and Electronic	
Claims Submission Standards	331
Security Standards	332
Additional Resources	333
<b>Department of Health and Human Services,</b>	
<b>Office of Inspector General Guidance</b>	
<b>Documents</b>	<b>335</b>
Sample Policy and Procedure	337
<b>Policy Description: Referrals</b>	<b>337</b>
Sample Policy and Procedure	338

<b>Policy Description: Gifts and Business</b>	
<b>Courtesies</b>	<b>338</b>
<b>Department of Health and Human Services, Office of Inspector General Safe Harbor</b>	
<b>Regulations and Preambles</b>	<b>339</b>
Sample Policy and Procedure	340
<b>Policy Description: Background Investigations</b>	<b>340</b>
<b>CHAPTER 25: Proper Utilization of Documentation Guidelines and Chart Notes in Medicolegal Reviews and Audits</b>	<b>341</b>
<i>Richard M. Hamrick III, MD, MBA, FCCP</i>	
<b>Overview</b>	<b>341</b>
<b>Purposes and Content of the Medical Record</b>	<b>341</b>
Consultation Reports and Other Communications	342
Patient Counseling	342
Patient Advocacy	342
Documentation	342
Secondary Purposes	342
<b>Users of the Medical Record</b>	<b>343</b>
<b>Record System</b>	<b>343</b>
Amendments to the Medical Record	344
<b>Medical Record Retention</b>	<b>344</b>
<b>Audits</b>	<b>345</b>
Internal Self-Audits	345
External Audits	345
Medicare Comprehensive Error Rate Testing Program	345
Contractor Audits	346
Recovery Audit Contractor Audits	346
Other Third-Party Payer Audits	347
Quality-of-Care Audits	347
Benefits of Audits	347
Extrapolation of Overpayments	348

Physician Response to an Audit	348
<b>Medicolegal Requests</b>	<b>348</b>
<b>Disability Determination Requests</b>	<b>348</b>
<b>CHAPTER 26: Electronic Health Records</b>	<b>349</b>
<i>Peter E. Gabriel, MD</i>	
<b>Definition and Overview</b>	<b>349</b>
<b>Capabilities and Advantages</b>	<b>349</b>
Health Information and Data Storage	349
<b>Order Entry and Results Management</b>	<b>350</b>
Clinical Decision Support	350
<b>Messaging, Communication, and Personal</b>	
<b>Health Records</b>	<b>351</b>
Data Aggregation and Reporting	351
<b>Implementation Considerations and Financial Return</b>	<b>351</b>
Technical Setup	351
Change Management	352
<b>Converting from Paper to Electronic</b>	
<b>Records</b>	<b>352</b>
The Go-Live Period	352
Return on Investment	352
<b>Legal, Billing Compliance, and Regulatory</b>	
<b>Compliance Considerations</b>	<b>353</b>
Privacy, Security, and Legality of the Electronic Chart	353
Billing Compliance Considerations	354
Regulatory Compliance Considerations	355
<b>Resources</b>	<b>355</b>
<b>CHAPTER 27: Pay for Performance</b>	<b>357</b>
<i>Mark L. Metersky, MD, FCCP</i>	
<b>History of Pay for Performance</b>	<b>357</b>
<b>Structure of Pay for Performance</b>	<b>358</b>
<b>Challenges to Implementation</b>	<b>358</b>
Challenges for the Payer	358
Challenges for the Provider	359
<b>Adverse Consequences</b>	<b>359</b>

<b>Specific Pay-for-Performance Programs</b>	<b>360</b>
<b>The CMS Physician Quality Reporting Initiative</b>	<b>361</b>
<b>What Can the Practicing Physician Expect?</b>	<b>363</b>
<b>How To Decide Whether To Participate</b>	<b>365</b>
Conclusion	366
<b>CHAPTER 28: Malpractice Considerations in Practice</b>	<b>367</b>
<i>David Z. Myerberg, MD, JD</i>	
<b>Introduction</b>	<b>367</b>
Driving Forces Behind Medical Malpractice Suits	367
<b>Guidelines for Physician Behavior</b>	<b>368</b>
The Ideal Doctor	368
Communication With Patients and Families	368
Communication With Caregivers	369
Communication in the 21st Century	371
Risk Management	372
Sedation in Private Offices	373
Tort Reform: One Example	373
<b>CHAPTER 29: When Legal Advice Is Advisable</b>	<b>375</b>
<i>Robert Salcido, JD; and Anna Dolinsky, JD, MPH</i>	
<b>Contractor Questions Claims</b>	<b>375</b>
Probe Review	375
Medical Review	375
Addressing Probe Reviews and Medical Reviews	376
<b>The Contractor's Failure To Pay Claims: Your Appeal Rights</b>	<b>376</b>
Contractor Demand Letter	376
Potential Settlement of Contractor's Demand	377
Investigate the Basis for the Contractor's Demand	377
Develop Potential Legal Defenses	377
<b>Medicare Part B Appeal Process</b>	<b>377</b>
Receipt of Overpayment	378

Disclosure to Contractor Regarding Overpayment	378
Disclosure to the OIG	378
<b>APPENDIX A: Glossary, Abbreviations, and Acronyms</b>	<b>383</b>
<b>Abbreviations and Acronyms</b>	<b>390</b>
<b>APPENDIX B: Commonly Used ICD-9-CM Codes</b>	<b>397</b>
Acute Respiratory Failure	397
Asthma	397
Bronchial Infections	397
Cardiac Dysfunction	397
Complications	398
Conditions, Other	398
COPD and Other Airway Diseases	399
Interstitial Lung Diseases	400
Neoplasms, Other	400
Neoplasms, Other Malignant	400
Neoplasms, Primary Malignant	400
Occupational	400
Pleural Disease	401
Pneumonia and Influenza	401
Pulmonary Emboli/Hypertension/DVT	401
Pulmonary Rehabilitation (Codes Supporting Medical Necessity)	402
Signs/symptoms	402
Sleep	403
Tuberculosis	405
Upper Respiratory Infection (URI)	405
Vasculitis of the Lung	405
V-Codes	405
<b>APPENDIX C: CPT-4<sup>®</sup> Codes for Pulmonary/Critical Care Services and Procedures</b>	<b>407</b>
<b>CPT Category I Codes</b>	<b>407</b>
Evaluation and Management	407
Critical Care	407

Newborn Care, Neonatal, and Pediatric	
Critical Care (Renumbered in 2009)	407
Endotracheal Intubation and Tracheostomy	408
Endoscopy	408
Lungs and Pleura	409
Common Critical Care Procedures	409
Ventilator Management (replaced <b>94656</b> , <b>94657</b> in 2007)	410
Pulmonary Function Testing	410
Miscellaneous	412
Expired Nitric Oxide	412
Sleep Testing	412
Subcutaneous Infusions	413
Photodynamic Therapy	413
Smoking Cessation Counseling (2008)	413
Other	413
<b>CPT Category II Codes</b>	<b>414</b>
2008 and 2009 Pulmonary PQRI Performance Measures	414
Description of Pulmonary Performance Measures	414
Chronic Obstructive Pulmonary Disease (COPD)	414
Pneumonia	414
Smoking Cessation	415
General Clinical Performance Measures	415
Structural Measures	416
Performance Measure Exclusion Modifiers for Category II Codes	418
<b>CPT Category III Tracking Codes</b>	<b>418</b>
Remote Critical Care Services (2009)	419
<b>APPENDIX D: 2010 ICD-9-CM and CPT®</b>	
<b>Coding Changes</b>	<b>421</b>
<b>ICD-9-CM Changes</b>	<b>421</b>
Some New Diagnostic Codes for Pulmonary Practices Effective October 1, 2009	421
<b>CPT Category I Codes</b>	<b>422</b>
Listing of HCPCS Codes Relevant to Pulmonary and Critical Care Physicians:	

New Category I CPT Codes for 2010	423
Endoscopy	423
Change in EBUS Parenthetical	423
Navigational Bronchoscopy and Placement of Fiducial Markers	423
Pleurodesis/Pleural Fibrinolysis (Pleurolysis)	423
Surgery/Respiratory System, Lungs and Pleura, Destruction	424
Infant Pulmonary Function Tests	424
Photodynamic Therapy (PDT)	424
Unattended Sleep Study	425
<b>Category II Performance Measure Codes</b>	<b>425</b>
<b>Category III Tracking Codes</b>	<b>425</b>
<b>APPENDIX E: CMS Medicare Federal Region Chief Medical Officers and Reimbursement Specialists</b>	<b>427</b>
<b>Chief Medical Officers</b>	<b>427</b>
<b>CMS Regional Offices: Policy Specialists for Reimbursement</b>	<b>428</b>
<b>APPENDIX F: Medicare Administrative Contractor Medical Directors— Medicare Parts A and B</b>	<b>429</b>
<b>APPENDIX G: Durable Medical Equipment Medicare Administrative Contractor (MAC) Medical Directors</b>	<b>437</b>
MAC Jurisdiction A	437
MAC Jurisdiction B	437
MAC Jurisdiction C	437
MAC Jurisdiction D	437
<b>APPENDIX H: Helpful Web Sites</b>	<b>439</b>
Physicians Information Resource for Medicare	440
Certified Coders	440
Federal Register	440
Legislative Updates—Bills, Hearings, Testimony, etc	440
Medicare Coverage Database and Local Coverage Policies	440
Medicare Beneficiary Web Site	440
Medlearn	440
<b>APPENDIX I: Pulmonary Representatives to Medicare Administrative Contractor</b>	

<b>Advisory Committees (CACs) by State</b>	<b>441</b>
<b>APPENDIX J: Alphabetical Index</b>	<b>447</b>