

Laboratory and Pathology

Reimbursement Policy ID: RPC.0050.72KF

Recent review date: 05/2025

Next review date: 09/2026

Keystone First Community HealthChoices reimbursement policies and their resulting edits are based on guidelines from established industry sources, such as the Centers for Medicare and Medicaid Services (CMS), the American Medical Association (AMA), state and federal regulatory agencies, and medical specialty professional societies. Reimbursement policies are intended as a general reference and do not constitute a contract or other guarantee of payment. Keystone First Community HealthChoices may use reasonable discretion in interpreting and applying its policies to services provided in a particular case and may modify its policies at any time.

In making claim payment determinations, the health plan also uses coding terminology and methodologies based on accepted industry standards, including Current Procedural Terminology (CPT); the Healthcare Common Procedure Coding System (HCPCS); and the International Classification of Diseases, 10th Revision, Clinical Modification (ICD-10-CM), and other relevant sources. Other factors that may affect payment include medical record documentation, legislative or regulatory mandates, a provider's contract, a member's eligibility in receiving covered services, submission of clean claims, and other health plan policies, and other relevant factors. These factors may supplement, modify, or in some cases supersede reimbursement policies.

This reimbursement policy applies to all health care services billed on a CMS-1500 form or its electronic equivalent, or when billed on a UB-04 form or its electronic equivalent.

To the extent that any procedure and/or diagnosis codes are specified in this policy, such inclusion is provided for reference purposes only, may not be all inclusive, and is not intended to serve as billing instructions. Listing of a code in this policy does not imply that the service described by the code is a covered or non-covered health service. Benefit coverage for health services is determined by federal, state, or contractual requirements and applicable laws that may require coverage for a specific service. The inclusion of a code does not imply any right to reimbursement or guarantee claim payment. Other Policies and Guidelines may apply.

Policy Overview

The reimbursement guidelines described in this policy apply to both professional and facility claims submitted to Keystone First Community HealthChoices for clinical diagnostic and pathology services and procedures.

Exceptions

N/A

Reimbursement Guidelines

The intent of the Keystone First Community HealthChoices Laboratory and Pathology Policy is to address only the components of laboratory and pathology reimbursement listed below.

- Duplicate Laboratory Services — Facility
- Duplicate Laboratory Services — Independent Laboratory/Provider Office
- CLIA Certification
- Laboratory Panels
- Venipuncture

Duplicate Laboratory Services — Facility

CMS Medicare Claims Processing Manual Chapter 4 section 20.2 states, “In cases where there are separate codes for the technical component, professional component, and/or complete procedure, hospitals should report the code that represents the technical component for their facility services. If there is no separate technical component code for the service, hospitals should report the code that represents the complete procedure.”

Consistent with the CMS, Keystone First Community HealthChoices deems the submission of multiple claims for the same professional or technical portion of a global diagnostic procedure inappropriate, except when the code(s) reported for professional service component are appended with the appropriate modifier.

Duplicate Laboratory Services — Independent Laboratory/Provider Office

When both an Independent Laboratory and a Provider Office submit claims for the same laboratory code on the same date of service, Keystone First Community HealthChoices will deny the second claim received as a duplicate service when the place of service (POS) on one claim is Office (POS 11) and the place of service on the other claim is Independent Laboratory (POS 81).

Clinical Laboratory Improvement Amendments (CLIA) Certification

Keystone First Community HealthChoices requires professional and independent laboratory providers to include a valid CLIA number on claims submitted for laboratory services, including CLIA waived tests. CLIA regulatory requirements vary according to the type of test(s) each laboratory conducts. All entities that meet the definition of a “Laboratory” under CLIA statutes and regulations must obtain an appropriate CLIA certificate prior to conducting patient testing. Keystone First Community HealthChoices will deny claims submitted with an absent, incorrect or invalid CLIA number.

Laboratory Panels

Individual laboratory codes, which together make up an organ or disease-oriented laboratory Panel Code, will be combined into and reimbursed as the more comprehensive laboratory Panel Code. In the case of tests for infectious agents, methodologies include detection by immunofluorescence, immunoassay, or nucleic acid probe techniques. CPT codes that test for a single infectious agent that employ one procedure, one methodology, or one test kit are reported with one unit of service. When multiple tests are performed on the same patient sample on the same day for the same purpose only a single unit of service should be reported.

Venipuncture

CPT Code 36410 Venipuncture, age 3 years or older, necessitating physician's skill (separate procedure), for diagnostic or therapeutic purposes (not to be used for routine venipuncture) is not eligible for reimbursement by Keystone First Community HealthChoices unless reported with a diagnosis that supports the need for “physician skill.”

Keystone First Community HealthChoices follows Current Procedural Terminology (CPT), Healthcare Common Procedure Coding System (HCPCS), International Classification of Diseases, 10th revision, Clinical Modification (ICD-10-CM), and associated publications for reimbursement of laboratory and pathology services.

Definitions

Clinical Laboratories Improvement Amendments (CLIA)

Clinical Laboratory Improvement Amendments (CLIA) regulate laboratory testing and require clinical laboratories to be certified by the Centers for Medicare and Medicaid Services (CMS) before they can accept human samples for diagnostic testing.

Independent Laboratory

A laboratory certified to perform diagnostic and/or clinical tests independent of an institution or a provider's office.

Edit Sources

- I. Current Procedural Terminology (CPT).
- II. Healthcare Common Procedure Coding System (HCPCS).
- III. International Classification of Diseases, 10th Revision, Clinical Modification (ICD-10-CM).
- IV. Clinical Laboratory Improvement Amendments (CLIA) Law and Regulations
<https://www.cdc.gov/clia/law-regulations.html>.
- V. Centers for Medicare and Medicaid Services (CMS).
- VI. The National Correct Coding Initiative (NCCI), <https://www.cms.gov/medicare/coding-billing/ncci-medicaid>.
- VII. Pennsylvania Department of Human Services Medicaid Fee Schedule(s).

Attachments

N/A

Associated Policies

N/A

Policy History

06/2025	Minor updates to formatting and syntax
05/2025	Reimbursement Policy Committee Approval
05/2025	Annual review <ul style="list-style-type: none">• Minor revision for billing of laboratory panel
04/2025	Revised preamble
04/2024	Revised preamble
03/2024	Reimbursement Policy Committee Approval
08/2023	Removal of policy implemented by Keystone First Community HealthChoices from Policy History section
01/2023	Template revised <ul style="list-style-type: none">• Preamble revised• Applicable Claim Types table removed• Coding section renamed to Reimbursement Guidelines• Associated Policies section added