

## Payment Policy: Skilled Nursing Facility Leveling

Reference Number: CC.PP.206

Product Types: All

Last Review Date: 4/2024

Coding Implications
Revision Log

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

### **Policy Overview**

The purpose of this policy is to ensure that the level of skilled nursing facility care reported by the provider reflects the services performed.

### **Application**

- **I.** It is the policy of health plans affiliated with Centene Corporation<sup>®</sup> that the following requirements must be met to be reimbursed for each skilled nursing facility level of care for facilities contracted for levels 1 through 4:
  - A. Level of Care 1 (Rev Code 191) Skilled Nursing Services Requirements: Skilled nursing up to 4 hours per day, 7 days per week, or skilled therapy 1 to 2 hours per day, at least 5 days per week;
  - B. Level of Care 2 (Rev Code 192)- Comprehensive Care Services Requirements: Skilled nursing at least 4 hours per day, 7 days per week, or skilled therapy for at least 2 hours per day, at least 5 days per week.
  - C. Level of Care 3 Complex (Rev Code 193) Medical/Surgical Sub-Acute Care Services Requirements: Skilled nursing for more than 4 hours per day, 7 days per week, and skilled therapy for at least 3 hours per day, at least 5 days per week;
  - D. Level of Care 4 (Rev Code 194) Intensive Care Services Requirements, both of the following:
    - 1. Skilled nursing for more than 4 hours per day, 7 days per week;
    - 2. Patient requires Level 4 Intensive Care Services due to a high acuity need such as one of the following:
      - a. Catastrophic multiple traumas;
      - b. Severe head injury or CVA;
      - c. Stabilized spinal cord injury;
      - d. Weanable and non-weanable ventilator dependent patients;
      - e. Administration of a high-cost drug in the list below:

#### High-Cost Drug List\*

Cinryze Adempas Avastin Advate Benefix Cubicin Cuprimine Afinitor Bexarotene Aldurazyme **Bosulif** Daklinza Apokyn Advate Daraprim Cimzia Starter Kit Dificid Aralast NP

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Lazanda

Lenvima (24 mg Daily Disperz Elaprase Dose) Eloctate Letairis Erivedge Linezolid Esbriet Leukine Exjade Lynparza Farydak Mekinist Ferriprox Myalept Firazyr Naglazyme Gammagard Liquid Neulasta Gamunex-C Neupogen Gattex Nexavar Glassia Ofez Geevec Olysio Hrvoni Opdivo Herceptin Orenitram Orkambi Hetlioz **Opsumit** HP Acthar Humira Pen (Crohn's **Pomalyst** Disease) Privigen Ibrance Procysbi **Iclusig** Prolastin-C Ilaris Promacta Imbruvica Ravicti Revlimid Increlex Inlyta Rituxan Jadenu Sabril Jakafi Samsca Juxtapid Serostim Kalvdeco Simponi Kuvan Soliris

Stelara Stivarga Subsys Supprelin LA Sutent **Syprine Tafinlar Targretin Tasinga** Tetrabenazine Thalomid Thiola Tobi Podhaler Tyvaso Refill Valchlor Velcade Viekira Pak Votrient Vpriv Xalkori Xenazine Xtandi **Xyrem** Zelboraf Zemaira Zolinza **Zydelig** Zykadia Zytiga Zyvox

**II.** It is the policy of health plans affiliated with Centene Corporation that the following requirements must be met to be paid for each skilled nursing facility level of care for facilities contracted for levels 1 through 5:

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- A. Level of Care 1 (Rev Code 191) Skilled Nursing Services Requirements: Skilled nursing up to 4 hours per day, 7 days per week, or skilled therapy 1 to 2 hours per day, at least 5 days per week.
- B. Level of Care 2 (Rev Code 192) Comprehensive Care Services Requirements: Skilled nursing at least 4 hours per day, 7 days per week, or skilled therapy for at least 2 hours per day, at least 5 days per week.
- C. Level of Care 3 (Rev Code 193) Medical/Surgical Services Requirements: Skilled nursing for more than 4 hours per day, 7 days per week, and skilled therapy for at least 3 hours per day, at least 5 days per week;

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- D. Level of Care 4 (Rev Code 194) Medically Complex Services Requirements: Skilled nursing more than 4 hours per day, 7 days per week, and skilled therapy at least 3 hours per day, at least 5 days per week;
- E. Level of Care 5 (Rev Code 199) Intensive Care Services Requirements: Skilled nursing required for more than 4 hours per day, 7 days per week, or administration of a <a href="https://example.com/high-cost/html">https://example.cost/html</a>.

### **Background**

The following information is a synopsis from the Medicare Benefit Policy Manual<sup>1</sup>:

Skilled nursing and/or skilled rehabilitation services are services, furnished in accordance with physician orders, that:

- Require the skills of qualified technical or professional health personnel such as registered nurses, licensed practical (vocational) nurses, physical therapists, occupational therapists, and speech-language pathologists or audiologists; and
- Must be provided directly by or under the general supervision of these skilled nursing or skilled rehabilitation personnel to assure the safety of the patient and to achieve the medically desired result.

In order for a nursing service to be considered a "skilled service" it must be a service that can only be safely and effectively performed by, or under the supervision of, a registered nurse or, when provided by regulation, a licensed practical nurse.

A condition that would not ordinarily require skilled nursing services may still require skilled nursing under certain circumstances. In such instances, skilled nursing care is necessary only when:

- The particular patient's special medical complications require the skills of a registered nurse or, when provided by regulation, a licensed practical nurse to perform a type of service that would otherwise be considered non-skilled; OR,
- The needed services are of such complexity that the skills of a registered nurse or, when provided by regulation, a licensed practical nurse are required to furnish the services.

A service is not considered a skilled nursing service merely because it is performed by or under the direct supervision of a nurse.

### **Coding and Modifier Information**

This payment policy references Current Procedural Terminology (CPT®). CPT® is a registered trademark of the American Medical Association. All CPT® codes and descriptions are copyrighted 2023, American Medical Association. All rights reserved. CPT codes and CPT descriptions are from current manuals and those included herein are not intended to be all-inclusive and are included for informational purposes only. Codes referenced in this payment 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/HCPCS Code	Descriptor
99304	Initial nursing facility care, per day, for the evaluation and management of a patient, which requires a medically appropriate
	history and/or examination and straightforward or low level of medical decision making. When using total time on the date of the encounter for code selection, 25 minutes must be met or exceeded.
99305	Initial nursing facility care, per day, for the evaluation and management of a patient, which requires a medically appropriate history and/or examination and moderate level of medical decision making. When using total time on the date of the encounter for code
	selection, 35 minutes must be met or exceeded.
99306	Initial nursing facility care, per day, for the evaluation and management of a patient, which requires a medically appropriate history and/or examination and high level of medical decision making. When using total time on the date of the encounter for code selection, 50 minutes must be met or exceeded.
99307	Subsequent nursing facility care, per day, for the evaluation and management of a patient, which requires a medically appropriate history and/or examination and straightforward medical decision making. When using total time on the date of the encounter for code selection, 10 minutes must be met or exceeded.
99308	Subsequent nursing facility care, per day, for the evaluation and management of a patient, which requires a medically appropriate history and/or examination and low level of medical decision making. When using total time on the date of the encounter for code selection, 20 minutes must be met or exceeded.
99309	Subsequent nursing facility care, per day, for the evaluation and management of a patient, which requires a medically appropriate history and/or examination and moderate level of medical decision making. When using total time on the date of the encounter for code selection, 30 minutes must be met or exceeded.
99310	Subsequent nursing facility care, per day, for the evaluation and management of a patient, which requires a medically appropriate history and/or examination and high level of medical decision making. When using total time on the date of the encounter for code selection, 45 minutes must be met or exceeded.
99315	Nursing facility discharge management; 30 minutes or less total time on the date of the encounter
99316	Nursing facility discharge management; more than 30 minutes total time on the date of the encounter
99318	Evaluation and management of a patient involving an annual nursing facility assessment, which requires these 3 key components: A detailed interval history; A comprehensive examination; and Medical decision making that is of low to moderate complexity.
92507	Treatment of speech, language, voice, communication, and/or auditory processing disorder; individual
92508	Treatment of speech, language, voice, communication, and/or auditory processing disorder; group, 2 or more individuals



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92521	Evaluation of speech fluency (eg, stuttering, cluttering)
92522	Evaluation of speech sound production (eg, articulation, phonological
	process, apraxia, dysarthria);



92523	Evaluation of speech sound production (eg, articulation, phonological
	process, apraxia, dysarthria); with evaluation of language
	comprehension and expression (eg, receptive and expressive
	language)
92524	Behavioral and qualitative analysis of voice and resonance
92526	Treatment of swallowing dysfunction and/or oral function for feeding
92597	Evaluation for use and/or fitting of voice prosthetic device to
	supplement oral speech
92609	Therapeutic services for the use of speech-generating device including
	programming and modification
97161	Physical therapy evaluation: low complexity
97162	Physical therapy evaluation: moderate complexity
97163	Physical therapy evaluation: high complexity
97164	Re-evaluation of physical therapy established plan of care
97165	Occupational therapy evaluation, low complexity
97166	Occupational therapy evaluation, moderate complexity
97167	Occupational therapy evaluation, high complexity
97168	Re-evaluation of occupational therapy established plan of care
97532	Development of cognitive skills to improve attention, memory,
	problem solving (includes compensatory training), direct (one-on-one)
	patient contact, each 15 minutes
97533	Sensory integrative techniques to enhance sensory processing and
	promote adaptive responses to environmental demands, direct (one-on-
	one) patient contact, each 15 minutes
97535	Self-care/home management training (eg, activities of daily living
	(ADL) and compensatory training, meal preparation, safety
	procedures, and instructions in use of assistive technology
	devices/adaptive equipment) direct one-on-one contact, each 15
	minutes
97537	Community/work integration training (eg, shopping, transportation,
	money management, avocational activities and/or work
	environment/modification analysis, work task analysis, use of
	assistive technology device/adaptive equipment), direct one-on-one
	contact, each 15 minutes
97542	Wheelchair management (eg, assessment, fitting, training), each 15
	minutes
97760	Orthotic(s) management and training (including assessment and fitting
	when not otherwise reported), upper extremity(ies), lower
	extremity(ies) and/or trunk, each 15 minutes
97761	Prosthetic(s) training, upper and/or lower extremity(ies), initial
	prosthetic(s) encounter, each 15 minutes
97762	Checkout for orthotic/prosthetic use, established patient, each 15
	minutes

Modifier
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NA	NA

ICD-10 Codes	Descriptor
NA	NA

#### **Definitions:**

Skilled nursing facility (SNF)- An institution (or part of an institution) licensed under state laws and whose primary focus is to provide skilled nursing care and related services for residents requiring medical or nursing care. A SNF may also be a place of rehabilitation services for injured, disabled, or sick members/enrollees.

#### **Related Documents or Resources**

NA

#### References

- Centers for Medicare and Medicaid Services. Medicare benefit policy manual: chapter 8 coverage of extended care (SNF) services under hospital insurance. <a href="https://www.hhs.gov/guidance/sites/default/files/hhs-guidance-documents/bp102c08.pdf">https://www.hhs.gov/guidance/sites/default/files/hhs-guidance-documents/bp102c08.pdf</a>.
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- 6. Redberg RF. The role of post–acute care in variation in the Medicare program. *JAMA Intern Med.* 2015;175(6):1058 to 1058. doi: 10.1001/jamainternmed.2015.0679
- 7. Centers for Medicare and Medicaid Services. Medicare benefit policy manual: chapter 1 inpatient hospital services covered under part A. <a href="https://www.cms.gov/Regulations-and-Guidance/Guidance/Manuals/downloads/bp102c01.pdf">https://www.cms.gov/Regulations-and-Guidance/Guidance/Manuals/downloads/bp102c01.pdf</a>. Published October 01, 2003 (revised August 06, 2021). Accessed March 07, 2024.
- 8. Centers for Medicare & Medicaid Services, Department of Health and Human Services. Title 42 Public Health (Subpart D—Requirements for Coverage of Posthospital SNF Care, § 409.31 Level of care requirement). <a href="https://www.govinfo.gov/content/pkg/CFR-2023-title42-vol2/pdf/CFR-2023-title42-vol2-chapIV.pdf">https://www.govinfo.gov/content/pkg/CFR-2023-title42-vol2-chapIV.pdf</a>. Published March 25, 1983. Updated 02/27/2024. Accessed March 07, 2024.
- 9. Centers for Medicare and Medicaid Services. Medicare benefit policy manual: chapter 7 home health services. <a href="http://www.cms.gov/Regulations-and-">http://www.cms.gov/Regulations-and-</a>



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- Centers for Medicare and Medicaid Services. Nursing home quality initiative. <a href="https://www.cms.gov/Medicare/Quality-Initiatives-Patient-Assessment-Instruments/NursingHomeQualityInits/index.html">https://www.cms.gov/Medicare/Quality-Initiatives-Patient-Assessment-Instruments/NursingHomeQualityInits/index.html</a>. Published November 22, 2023. Accessed March 07, 2024.
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<b>Revision History</b>	
09/08/2023	Payment rules only transitioned from the retired CP.MP.206 SNF Facility Leveling. Changed I.D.2. to note that the clinical circumstances noted are examples of intensive care.
04/2024	Annual review. Minor rewording in Background with no impact on criteria. References reviewed and updated.

#### **Important Reminder**

For the purposes of this payment policy, "Health Plan" means a health plan that has adopted this payment policy and that is operated or administered, in whole or in part, by Centene Management Company, LLC, or any other of such health plan's affiliates, as applicable.

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

This payment policy is effective as of the date determined by Health Plan. 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. Health Plan retains the right to change, amend or withdraw this payment policy, and additional payment 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.

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

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**Note: For Medicaid members**, when state Medicaid coverage provisions conflict with the coverage provisions in this payment policy, state Medicaid coverage provisions take precedence. Please refer to the state Medicaid manual for any coverage provisions pertaining to this payment policy.

**Note:** For Medicare members, to ensure consistency with the Medicare National Coverage Determinations (NCD) and Local Coverage Determinations (LCD), all applicable NCDs and LCDs should be reviewed <u>prior to</u> applying the criteria set forth in this payment policy. Refer to the CMS website at http://www.cms.gov for additional information.

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