

Payment Policy: Outpatient Consultations

Reference Number: LA.PP.039

Effective Date: 08/2020

Last Review Date: 07/2024

Coding Implications
Revision Log

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

Policy Overview

The American Medical Association (AMA) Current Procedural Terminology (CPT®) book describes a consultation as a type of evaluation and management (E&M) service provided at the request of another physicians or appropriate source to either recommend care for a specific condition or problem, or to determine whether to accept responsibility for ongoing management of the patient's entire care or for the care of a specific condition or problem.

Furthermore, if subsequent to the completion of the consultation, the consultant assumes responsibility for the management of a portion or all of the patient's condition(s), the appropriate Evaluation and Management (E&M) procedure code for the location of service should be reported.

The purpose of this policy is to outline how Louisiana Healthcare Connections evaluates CPT consultation codes 99242-99245 and HCPS codes G0425-G0427 for reimbursement, particularly identifying those that should have been billed at the appropriate level of office visit, established patient or subsequent hospital care.

CMS no longer recognizes codes 99242-99245 and 99252-99255 for Medicare payment; therefore, providers should never bill these codes for Medicare members. Instead, (for Medicare members) providers should report the appropriate Evaluation and Management code payable under the fee schedule (including for visits that could be described by CPT consultations codes), that identifies where the visit occurred and the complexity of the visit performed.

Application

1. Professional
2. Outpatient Institutional Claims
3. Same member
4. Same Provider

Reimbursement

Claim lines that contain an outpatient consultation, when another outpatient consultation was billed by the same provider within six months, will be denied.

Services initiated by a parent and/or family and not requested by a physician or other appropriate source should not be reported using the CPT consultation codes 99242-99245 or HCPCS consultation codes G0425-G0427, but may be reported using appropriate office visit, hospital care, home service or domiciliary/rest home care codes.

CPT guidelines state that only one outpatient consultation should be reported by a consultant per admission. E&M services after the initial consultation during a single admission should be reported using non consultation E&M codes.

Documentation Requirements

The following criteria apply:

- A written or verbal request for consult must be made by an appropriate source
- The request must be documented in the patient’s medical record
- The consultant’s opinion must be documented in the patient’s medical records
- The consultant’s opinion must be communicated by written report to the requesting physician or other appropriate source

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 2024, 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.

| Modifier | Descriptor |
|-----------------|-------------------|
| NA | Not Applicable |

| ICD-10 Codes | Descriptor |
|---------------------|-------------------|
| NA | Not Applicable |

Definitions

Not Applicable

Related Policies

Not Applicable

Related Documents or Resources

Not Applicable

References

1. *Current Procedural Terminology (CPT®), 2024 and HCPCS Level II, 2024*
2. *The American Medical Association (AMA)*
3. *CPT Evaluation and Management (E/M) Code and Guideline Changes* <https://www.ama-assn.org/system/files/2023-e-m-descriptors-guidelines.pdf>

4. *Evaluation and Management Services Guide MLN006764 <https://www.cms.gov/outreach-and-education/medicare-learning-network/mlnproducts/downloads/eval-mgmt-serv-guide-icn006764.pdf>*

| Revision History | Revision Date | Approval Date | Effective Date |
|--|----------------------|----------------------|-----------------------|
| Converted corporate to local policy. | 08/15/20 | | |
| Annual Review Updated dates in the reference section from 2019 to 2021 Removed clinical and added payment policy in “Important Reminder” section | 08/30/22 | | |
| Annual Review; remove code tables, since this information can be found in CPT resources. Updated dates in reference section | 07/27/23 | 1/9/24 | |
| Annual review; updated references and consultation CPT codes from 99241 to 99242 and 99251 to 99252 because CPT codes 99241 & 99251 was deleted in 2023. | 07/23/24 | 1/3/25 | 2/5/25 |

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

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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 payment policy are independent contractors who exercise independent judgment and over whom LHCC has no control or right of control. Providers are not agents or employees of LHCC.

This payment policy is the property of LHCC. Unauthorized copying, use, and distribution of this payment policy or any information contained herein are strictly prohibited. Providers, members and their representatives are bound to the terms and conditions expressed herein through the terms of their contracts. Where no such contract exists, providers, members and their representatives agree to be bound by such terms and conditions by providing services to members and/or submitting claims for payment for such services.

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