Overview

This guide addresses the coding and coverage for bone mineral density (BMD) measurement by Quantitative Computer Tomography (QCT). Although this guide concentrates on Medicare program policies, these policies may also be applicable to selected private insurance payers throughout the country. In order to obtain the appropriate code selection, contact your local payer prior to submitting claims.

Diagnosis (ICD-9) Codes

Medicare carriers and/or private insurance payers that have in place policies for the coverage of bone density testing may or may not have a list of approved diagnosis (ICD-9) codes supporting the medical necessity of a bone densitometry study. Those diagnosis codes that support medical necessity can and do vary by payer; your local payers should be contacted for their guidelines and polices related to coverage and coding to ensure accurate billing.

Reimbursement

The national average global fee for 77078 axial skeleton QCT is approximately $85. Actual reimbursement for specific localities vary because of the use of geographical practice cost indices in the calculation of actual reimbursement rates. Consult your local Medicare contractor to confirm local reimbursement rates.

Patients with Established Osteoporosis

QCT bone density studies (CPT code 77078) are not covered for the explicit monitoring of osteoporosis drug therapy. However, Medicare will cover an appropriate and medically necessary QCT bone density screening test every two years if an eligible individual has previously been diagnosed with osteoporosis and/or is on treatment, as long as the claims for such services report both a screening diagnosis code and an osteoporosis code. Consult your local Medicare contractor to confirm local coverage determination, policies and/or coding guidelines.
Medicare Coverage

A national coverage determination has been established by Medicare for bone density studies that address the type of procedures covered for qualified individuals, provider requirements and limitations on frequency of utilisation. Medicare carriers may or may not have a written local coverage determination (LCD) and/or policies outlining additional coding guidelines. Consult your local Medicare contractor to confirm local coverage. Local coverage determinations can and do vary by state.

Medicare will cover bone density testing for qualified individuals in the following categories:

- A women who has been determined by the physician or a qualified non-physician practitioner treating her to be estrogen-deficient and at clinical risk for osteoporosis, based on her medical history and other findings;
- An individual with vertebral abnormalities as demonstrated by an x-ray to be indicative of osteoporosis, osteopenia, (low bone mass) or vertebral fracture;
- An individual receiving (or expecting to receive) glucocorticoid (steroid) therapy equivalent to 5.0mg of prednisone, or greater per day for more than three months;
- An individual with primary hyperparathyroidism;
- An individual being monitored to assess the response to or efficacy of a FDA-approved osteoporosis drug therapy.

Private payers

Private insurance payers may or may not have written coverage guidelines and/or follow the Medicare guidelines outlined above. It is strongly recommended that you seek guidance from your local payers on details regarding coverage because their policies may include additional indications, approved diagnosis codes and/or restrictions.

Utilisation Guidelines

For those eligible individuals, Medicare will pay for a bone density study once every 24 months, or more frequently if the procedure is determined by a physician to be medically necessary. Medically necessary exceptions to the frequency limitation may include individuals on long-term steroid therapy for more than 3 months. Commercial insurers may or may not follow these guidelines, please refer to your local insurer’s policy for details.

References

[2] Payment for a given procedure in a given locality is available in the Physician Fee Schedule Search tool of the CMS website. Payment rates are based on the CY 2012 Medicare Physician Fee Schedule Final Rule, which was published in the Federal Register on November 28, 2011, and the CY 2012 Medicare Physician Fee Schedule Final Rule Correction Notice, which was published in the Federal Register on January 4, 2012. The National Average Medicare rates are based on the 2012 conversion factor of $34.0376.
[4] Medicare Benefit Policy Manual Chapter 15 – Covered Medical and Other Health Services (Rev. 157, 06-08-12), Section 80.5.

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Mindways Software, Inc. provides this information as general reimbursement information only. This guide is not legal advice, nor is it instruction about how to code, complete or submit any particular claim for payment. It is the provider’s responsibility to determine and submit appropriate codes, charges, modifiers and bills for the services that were rendered. Contact your local carrier and payer organizations for specific coding guidelines. This information is provided as of November 1, 2012, and all coding and reimbursement information is subject to change without notice. Reimbursement may differ based on geographic regional variation and/or policies and fee schedules outlined as terms in your health plan, payer and/or carrier contracts. Mindways cannot guarantee medical benefit coverage or reimbursement with the codes listed in this guide. Before filing any claims, providers should verify current policies and specific requirements with the local payer.

This guide is not intended to influence in any way a health care professional’s independent clinical judgment and decision making. There are other important considerations that should be taken into account during decision making, including clinical value. It is the responsibility of the health care provider to submit claims or invoices for payment only for procedures which are appropriate and medically necessary when billing government and other payers, including patients. You should seek advice and guidance from experienced legal counsel, your reimbursement manager or healthcare consultant.

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