
CHAPTER 45: PEDIATRIC DAY HEALTH CARE

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PROCEDURE CODES

This section lists the procedure codes and maximum fees that Medicaid reimburses for pediatric day health care (PDHC) services.

Procedure Codes

The procedure codes listed in this manual chapter are Healthcare Common Procedure Coding System (HCPCS) codes, Level II. The codes are part of the standard code set described in the HCPCS Level II book. Please refer to the HCPCS Level II book for complete descriptions of the standard codes. Level II codes are national codes usually used to describe medical services and supplies. They are distinguished from Level I codes by beginning with a single letter (A through V) followed by four numeric digits.

In compliance with the federal requirements found in the Health Insurance Portability and Accountability Act (HIPAA), the Medicaid Program will process claims for only the standard code sets allowed in federal legislation.

Diagnosis Codes

Diagnosis codes are found in the International Classification of Diseases, Clinical Modifications, Tenth Edition (ICD-10-CM) or its successor. A diagnosis code is required on the CMS-1500 or managed care organization (MCO) claim. The most specific code, including fourth and fifth digits, when available, must be used.

Units of Service

Medicaid reimburses PDHC services a fixed rate based on the number of hours per day that the beneficiary attends the PDHC. There are two reimbursement rates, one for a full day, up to 12 hours, and one for a partial-day of services, for six hours or less.

Procedure Code T1025 shall be used for a full day of service and Procedure Code T1026 shall be used for a partial day of service.

If a beneficiary is approved for full days of PDHC services, Procedure Code T1026 shall be automatically generated with the prior authorization for a percentage of the number of days approved for T1025. This is to be used on days when the child cannot attend for the full day so that providers can bill for the actual service hours of six hours or less. These two procedure codes cannot be billed for the same day.

Procedure Code T2002 shall be used for transportation.

For reimbursement purposes, PDHC services begin when the PDHC staff assumes responsibility for the care of the child and ends when care is relinquished to the parent or guardian.