



Billing for Hospital Part B Inpatient Services

MLN Matters Number: MM11413

Related Change Request (CR) Number: 11413

Related CR Release Date: September 13, 2019 Effective Date: October 1, 2013

Related CR Transmittal Number: R4394CP

Implementation Date: October 15, 2019

PROVIDER TYPES AFFECTED

This MLN Matters Article is for hospital providers billing Medicare Administrative Contractors (MACs) for Part B inpatient services provided to Medicare beneficiaries.

WHAT YOU NEED TO KNOW

CR 11413 reminds MACs of the policy regarding billing instructions for hospital Part B inpatient service claims, including the allowance of Revenue Code 0240 on 012x Type of Bills (TOB). No policy is being updated. Be sure your billing staffs are aware of this billing instruction.

BACKGROUND

Medicare pays for hospital (including Critical Access Hospitals (CAH)) inpatient Part B services in the circumstances provided in the [Medicare Benefit Policy Manual, Pub. 100-02, Chapter 6, Section 10](#) (“Medical and Other Health Services Furnished to Inpatients of Participating Hospitals”).

Hospitals must bill Part B inpatient services on a 12x Type of Bill. A/B MACs (Part A) should be aware of the policy regarding billing for hospital Part B inpatient service claims, including the allowance of Revenue Code 0240 on 012x Type of Bills (TOB). This Part B inpatient claim is subject to the statutory time limit for filing Part B claims described in the [Medicare Claims Processing Manual, Chapter 1, Section 70](#). No policy is being updated.

Also, note that the revised manual section that is part of CR 11413 points out that Revenue Code 0942 is used by rural hospitals for kidney disease education (KDE) services. The actual geographic location, core based statistical area (CBSA) is used to identify facilities located in rural areas. Also, Medicare covers KDE services on claims from section 401 hospitals. Additionally, models may allow this Revenue Code.

ADDITIONAL INFORMATION

The official instruction, CR 11413, issued to your MAC regarding this change is available at <https://www.cms.gov/Regulations-and-Guidance/Guidance/Transmittals/2019Downloads/R4394CP.pdf>.

If you have questions, your MACs may have more information. Find their website at <http://go.cms.gov/MAC-website-list>.

DOCUMENT HISTORY

Date of Change	Description
September 13, 2019	Initial article released.

Disclaimer: Paid for by the Department of Health & Human Services. This article was prepared as a service to the public and is not intended to grant rights or impose obligations. This article may contain references or links to statutes, regulations, or other policy materials. The information provided is only intended to be a general summary. It is not intended to take the place of either the written law or regulations. We encourage readers to review the specific statutes, regulations and other interpretive materials for a full and accurate statement of their contents. CPT only copyright 2018 American Medical Association. All rights reserved.

Copyright © 2013-2019, the American Hospital Association, Chicago, Illinois. Reproduced by CMS with permission. No portion of the AHA copyrighted materials contained within this publication may be copied without the express written consent of the AHA. AHA copyrighted materials including the UB-04 codes and descriptions may not be removed, copied, or utilized within any software, product, service, solution or derivative work without the written consent of the AHA. If an entity wishes to utilize any AHA materials, please contact the AHA at 312-893-6816. Making copies or utilizing the content of the UB-04 Manual, including the codes and/or descriptions, for internal purposes, resale and/or to be used in any product or publication; creating any modified or derivative work of the UB-04 Manual and/or codes and descriptions; and/or making any commercial use of UB-04 Manual or any portion thereof, including the codes and/or descriptions, is only authorized with an express license from the American Hospital Association. To license the electronic data file of UB-04 Data Specifications, contact Tim Carlson at (312) 893-6816. You may also contact us at ub04@healthforum.com

The American Hospital Association (the "AHA") has not reviewed, and is not responsible for, the completeness or accuracy of any information contained in this material, nor was the AHA or any of its affiliates, involved in the preparation of this material, or the analysis of information provided in the material. The views and/or positions presented in the material do not necessarily represent the views of the AHA. CMS and its products and services are not endorsed by the AHA or any of its affiliates.