

TREATMENT ROOMS

Date of origin: Oct. 14, 2024

Review dates: None yet recorded

APPLIES TO

- Commercial
- Medicare follows NCD, LCD or guidelines defined by CMS unless otherwise specified
- Medicaid follows guidelines defined by MDHHS unless otherwise specified

DEFINITION

Treatment Room services are outpatient services that are done on hospital premises, which require a bed and monitoring for minor procedures or services that wouldn't be performed in a specialized suite.

POLICY SPECIFIC INFORMATION

Treatment rooms can be utilized for minor procedure(s), and would replace any operating room, emergency room and recovery room charges. The reimbursement of treatment room services requires a physician order. Failure to have an order on file may result in a denial. Members transferred to an inpatient status would require notification. Treatment room services shouldn't be reported with a CPT/HCPCS code that's more appropriately reported with another revenue code as detailed below. These guidelines align to billing requirements outlined in the Uniform Billing Editor.

Coding specifics

- Revenue code 0760, 0761, 0769 should be used when reporting treatment room services
- Using the applicable CPT/HCPCS code that was performed in the treatment room is required
- [E&M codes will deny when billed with a treatment room revenue code](#)
- Treatment rooms shouldn't be billed in association with the services detailed below:
 - Any service related to artificial limbs or other prosthetics
 - Diagnostic procedures- unless it's related to the surgical procedure
 - Observation services on TOB 013x
 - Durable medical equipment
 - Lab services
 - Radiology
 - Provider based clinic services

Revenue codes

- **0760:** Treatment/observation room - Not applicable for treatment room billing
- **0761:** Treatment room - Bill with applicable HCPCS/CPT codes when a specific procedure has been performed or a treatment rendered

RESOURCES

Uniform Billing Editor

RELATED POLICIES

- [E/M services billed with treatment room revenue codes](#)
- [General coding policy](#)

CHANGE / REVIEW HISTORY

Date	Revisions made