

To: FQHC/RHC Providers in Tennessee

From: Zane Seals, Chief Financial Officer at TennCare

Date: December 7, 2021

**Subject: Reporting F Code Incentive Revenue in Settlement Reports**

The Division of TennCare would like to address how incentive revenue for CPT category II F codes should be treated on prospective payment system (PPS) settlements. CPT Category II F codes are tracking codes that facilitate data collection for performance measurement. The use of these codes enables the Managed Care Organization (MCO) to monitor performance for key measures throughout the year. Since the MCOs have begun to provide incentive payments for reporting certain CPT category II F codes, TennCare would like to ensure that clinics are appropriately incentivized and reimbursed for reporting this information to the MCOs.

Revenue received as incentive payments for category II F codes with a date of service on or after October 1, 2021, **should not be included** as monies received on the PPS settlement reports. Examples of these codes that may receive incentive payments when filed on a claim to the MCO include, but are not limited to:

- 1157F – Advance care plan in chart
- 1158F – Advanced care planning discussion
- 1159F – Medication list documented in medical record
- 1160F – Review of all medications by prescribing practitioner or clinical Pharmacist
- 3008F - BMI assessed/documented
- 3044F - Most recent HbA1c level less than 7.0%
- 3045F - Most recent HbA1c level 7.0 - 9.0%
- 3046F - Most recent HbA1c level greater than - 9.0%
- 3048F - Most recent LDL-C less than 100 mg/dl
- 3049F - Most recent LDL-C 100 - 129 mg/dl
- 3050F - Most recent LDL-C greater than 130 mg/dl
- 3060F - Positive microalbuminuria test result documented and reviewed
- 3061F - Negative microalbuminuria test result documented and reviewed
- 3062F - Positive macroalbuminuria test result documented and reviewed

Please note, however, that for pregnancy related F codes that will count as a visit (codes 0501F, 0502F, and 0503F), the revenue **should still be included** as monies received on the PPS settlement reports.



# MEMO

For any questions, please contact Rebekah Stephens, Fiscal Performance Manager at [Rebekah.stephens@tn.gov](mailto:Rebekah.stephens@tn.gov) or (615) 687-4739.

Sincerely,

**Zane Seals**  
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Seals  
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Zane Seals  
Chief Financial Officer  
Division of TennCare