## The MAC Landscape

# Current Audits & Understanding the MACs Role in Appeals

Presented by K. Cheyenne Santiago, RN July 21, 2016













#### Disclaimer

The information presented and responses to the questions posed are not intended to serve as coding or legal advice. Many variables affect coding decisions and any response to the limited information provided in a question is intended only to provide general information that might be considered in resolving coding issues. All coding must be considered on a case-by-case basis and must be supported by appropriate documentation in the medical record. The CPT codes that are utilized in coding claims are produced and copyrighted by the American Medical Association (AMA). Specific questions regarding the use of CPT codes may be directed to the AMA.

Medical Review

#### **Current Audits**

### Inpatient Status Review

- MACs conducted from 10/1/2013 09/30/2015
  - Most providers improved
  - WPS error rates were in the low 20%s in both jurisdictions for all three rounds
  - Only 3 providers were of high concern

#### **Lessons Learned**

- Tell the patient's story
  - What's the plan
- Note any significant changes
  - Detail any exceptions to expected care
- Monitor OR for correct placement of patients
  - UR in the OR is critical

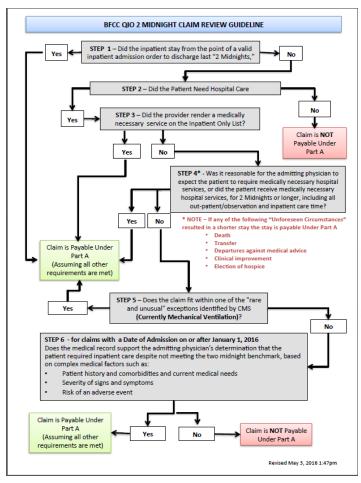
#### **Current Reviews**

- Workload transition to Quality
   Improvement Organizations (QIOs) as of October 1, 2015
- Workload stopped on May 4, 2016
  - Inconsistencies in the application of the twomidnight policy

## **Effect of Stop Work Order**

- Retraining of QIO staff
- Complete re-review of all claims denied since October 2015
  - CMS encourages providers to work with the BFCC-QIO to determine if claim has been rereviewed **prior** to submitting an appeal
  - If appeal has been filed, MAC should get a copy of the QIO redetermination letter

## **Guideline Available to QIO**



 $http://www.qioprogram.org/sites/default/files/Policy\%20Decision\%20Guideline\%20-\%20Temporary\%20Suspension\%20of\%20Two-Midnight\%20Reviews\%20DRAFT\%2005.20.2016\_0.pdf$ 

#### **MAC Role in Status Reviews**



## What are MACs Reviewing

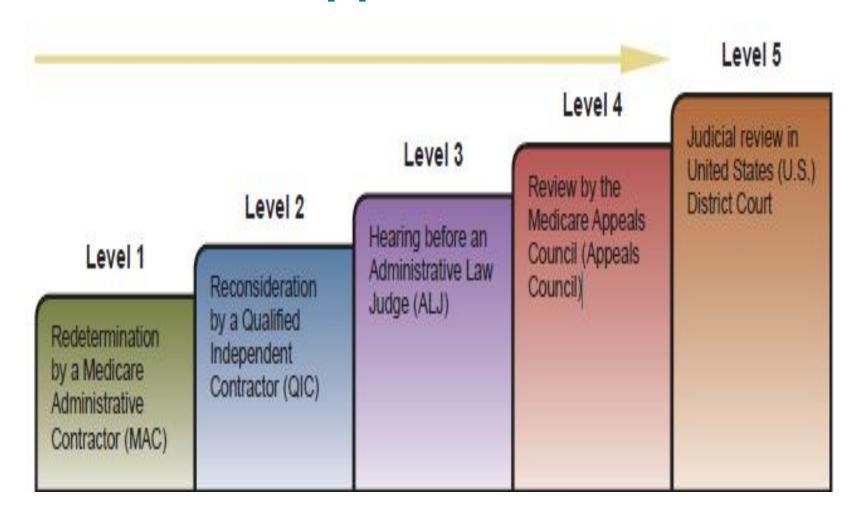
- Observation services
  - Greater than 48 hours
  - Use after outpatient procedure
- DRG validation
- Outpatient services

Other provider types

**Reducing Confusion** 

## Review of Appeal Process

## 5 Levels of Appeal



#### Level 1: Redetermination

- Submit within 120 days to WPS GHA
- Decision within 60 days
  - Fully or partially unfavorable decisions
    - Medicare Redetermination Notice (MRN) issued
  - Fully favorable decisions
    - Claim adjusted with notice via Remittance Advice (RA) & Medicare Summary Notice (MSN)

# Determining When to Request an Appeal

- Request a redetermination when:
  - Initial claim shows MA01 remark code
- Request a reconsideration when:
  - Adjustments resulting from a redetermination decision shows MAO2 remark code on claim

The 60 Day Requirement

# Increase in Duplicate Appeal Requests

### **Duplicate Appeal Requests**

- Occurs when more than one request is received
  - For the same provider
  - Same patient
  - Same date of service
  - Same issue

## **Duplicate Appeal Request**

- WPS GHA has up to 60 days to render a decision for an appeal request
  - An additional appeal request should not be sent within the 60 day period

Understanding the Appeals Process

## **Avoiding Dismissal Decisions**

#### Reasons for Dismissal

- Confusion over steps of the appeals process
- Missing information
- No signature
- Not filed timely

## Confusion over Appeal Process

- Common reason for high rate of dismissal decisions
  - Requesting a reconsideration when a redetermination (first level of appeal performed by WPS GHA) has not been completed

### Confusion over Appeal Process

- Written and telephone inquiry responses from the MAC confused with official redetermination decisions
  - In accordance with current instructions, contractors are required to issue a written notice of redetermination

### Missing Information

- Appeal request missing the following information will be dismissed:
  - Beneficiary name
  - Medicare Health Insurance Claim (HIC)
     number

### Missing Information

- Appeal request missing the following information will be dismissed:
  - Date(s) of service for which the initial determination was issued
  - Which item(s) if any, and/or service(s) are at issue in the appeal
  - Signature of the appellant

## **Untimely Submission of Appeal**

• If a request for a redetermination is submitted more than 120 days from the date of issuance of the original claim determination, the appeal request will be dismissed

## **Untimely Submission of Appeal**

• If a request for a reconsideration is submitted more than 180 days from the date of receipt of the redetermination, the request for an appeal will be dismissed

### Tip to Avoid Dismissal Decisions

- Review the MRN carefully
  - The Medicare Redetermination Notice (MRN) should specifically reference the following information:
    - The date of the original decision
    - State a clear decision
    - Advise of appeal rights

Level 3 Appeals

# MAC Participation at ALJ

## Background

- November 2012 OIG report
  - Small group of providers generating large portion of the appeals
  - Less strict interpretation at ALJ level
  - Overall fully favorable rate 56%
  - Fully favorable rate varied widely between
     ALJs

#### **Transmittal 543**

- Establish a process for assessing notices
- Assign a physician to participate or take party status at ALJ hearings
- Coordinate with other contractors

#### **WPS Medicare Team**

#### Designated CMDs

Dr. Robert Kettler – J5

Dr. Hilary Bingol – J8

ALJ
Coordinator
Shawn Cook

Supporting CMDs

Dr. Noel

Dr. Awodele

### **Participation**

- MACs may be participants or parties
- WPS GHA's preference is participant
  - May provide
    - Position paper (23%)
    - Testimony only (9%)
    - Combination of both (68%)

#### **Case Selection**

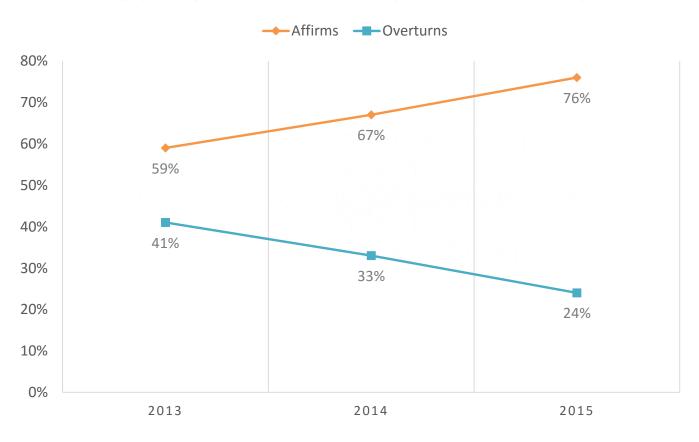


## **2015 Data**

Jurisdiction	Number of Hearings
J5 Part A	151
J5 Part B	14
J8 Part A	107
J8 Part B	2
TOTAL	274

#### Results

#### **OUTCOME WHEN WPS PARTICIPATES**



# Thank you!

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