INDEPENDENT BILLING REVIEW FINAL DETERMINATION

March 25, 2015

Dear [Redacted]

MAXIMUS Federal Services has completed the Independent Bill Review (“IBR”) of the above workers’ compensation case. This letter provides you with the IBR Final Determination and explains how the determination was made.

Final Determination: UPHOLD. MAXIMUS Federal Services has determined that no additional reimbursement is warranted. The Claims Administrator’s determination is upheld and the Claim Administrator does not owe the Provider additional reimbursement. A detailed explanation of the decision is provided later in this letter.

The determination of MAXIMUS Federal Services and its expert reviewer is deemed to be the Final Determination of the Administrative Director of the Division of Workers’ Compensation. This determination is binding on all parties. In certain limited circumstances, you can appeal the Final Determination. Appeals must be filed with the Workers’ Compensation Appeals Board within 20 days from the date of this letter. For more information on appealing the final determination, please see California Labor Code Section 4603.6(f).

Sincerely,

Paul Manchester, MD, MPH
Medical Director

cc: [Redacted]
DOCUMENTS REVIEWED

Pertinent documents reviewed to reach the determination:

- The Independent Bill Review Application
- The original billing itemization
- Supporting documents submitted with the original billing
- Explanation of Review in response to the original bill
- Request for Second Bill Review and documentation
- Supporting documents submitted with the request for second review
- The final explanation of the second review
- Official Medical Fee Schedule
- Negotiated contracted rates:
- National Correct Coding Initiatives
- Medicare and Medicaid Services (CMS) Outpatient Prospective Payment System (OPPS)

HOW THE IBR FINAL DETERMINATION WAS MADE

MAXIMUS Federal Services Chief Coding Specialist reviewed the case file and researched pertinent coding and billing standards to reach a determination. In some cases a physician reviewer was employed to review the clinical aspects of the care to help make a determination. He/she has no affiliation with the employer, employee, providers or the claims administrator. The expert reviewer was selected based on his/her clinical experience, education, background, and expertise in the same or similar specialties that evaluate and/or treat the medical condition and disputed items/services.

ANALYSIS AND FINDING

Based on review of the case file the following is noted:

- **ISSUE IN DISPUTE**: Provider is dissatisfied with denial of code 62311-SG.
- Claims administrator denied code indicating on the Explanation of Review “Based on AAAHC, provider is accredited as an OBS – Office Based Surgery Center NOT an Ambulatory Surgery Center (ASC). No allowance recommended for facility fees as OBS is not an ASC nor a Hospital”
- Provider billed Rev Code 520, Freestanding Clinic, on a UB-04 form with CPT 62311-SG.
- Per billing guidelines, clinic charges are to be billed on a CMS 1500 form, not a UB-04, as they are reimbursed based on the Official Medical Fee Schedule for Physicians.
- Based on information reviewed, claims administrator was correct in denying code 62311-SG as it was inappropriately billed based on the place of service.
- Reimbursement for code 62311-SG is not warranted.
The table below describes the pertinent claim line information.

DETERMINATION OF ISSUE IN DISPUTE: Reimbursement of code 62311-SG is not recommended.

<table>
<thead>
<tr>
<th>Date of Service: 9/22/2014</th>
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<tr>
<td><strong>Service Code</strong></td>
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<td>62311-SG</td>
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Copy to:

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