

MAXIMUS FEDERAL SERVICES, INC.

Independent Bill Review
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Independent Bill Review Final Determination Reversed

5/1/2014

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IBR Case Number:	CB13-0000677	Date of Injury:	3/13/2007
Claim Number:	██████████	Application Received:	11/4/2013
Claims Administrator:	██████████		
Date(s) of service:	5/8/2013 – 5/8/2013		
Provider Name:	██████████		
Employee Name:	██████████		
Disputed Codes:	97799-86		

Dear ██████████

Determination:

A Request for Independent Bill Review (IBR) was assigned to MAXIMUS Federal Services on 12/4/2013, by the Administrative Director of the California Division of Workers' Compensation pursuant to California Labor Code section 4603.6. MAXIMUS Federal Services has determined that the **Claims Administrator's determination is reversed. The Claims Administrator is required to reimburse you the IBR fee of \$335.00 and the amount found owing of \$2,251.22, for a total of \$2,586.22.**

Pertinent Records and Other Appropriate Information Relevant to the Determination Reviewed:

The following evidence was used to support the decision:

- 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 or negotiated contract: PPO Contract
- Other: Official Medical Fee Schedule Guidelines

Supporting Analysis:

The dispute regards payment amount for functional restoration program services provided during 5/8/2013. The Provider billed CPT 97799 Modifier 86, was reimbursed \$248.78, and is requesting additional reimbursement of \$2,251.22. The Claims Administrator reimbursed the Provider \$248.78 with the explanation "The charge exceeds the Official Medical Fee Schedule allowance and has been adjusted to the schedule." The explanation of review (EOR) did not indicate the procedure code(s) the reimbursement was the based on or a more specific reason code than the one listed above.

CPT 97799 - Unlisted physical medicine service or procedure

Modifier 86 - This modifier is to be used when prior authorization was received for services that exceed the OMFS ground rules.

The Provider submitted Functional Restoration Program Psychological, Behavioral and Musculoskeletal Evaluation reports. Per the Provider, the program evaluation involves a series of medical professionals of different specialties. The medical reports submitted documented evaluations by the following: Medical Doctor, Psychologist, and Physical Therapist. The medical record documented an Evaluation and Management services (History, Musculoskeletal Examination and Medical Decision Making) and Diagnostic Psychological Testing (Symptom List 90 Revised, Millon Behavioral Medicine Diagnostic and Pain Patient Profile). The medical record submitted included a "Program Initial Evaluation and Multidisciplinary Conference" report. The Provider indicated on the appeal letter dated 9/24/2013, the time spent on the initial evaluation was three hours. The services were billed as procedure code 97799 Modifier 86 with a billed amount of \$2,500.00. The authorization from the Claims Administrator did not indicate a pre-negotiated allowance of \$248.78 for the functional restoration program evaluation services.

The documentation included a copy of the PPO contract. Per the PPO Contract, Covered services rendered by Preferred Providers are to be reimbursed at the lesser of 100% of billed charges or the following fee schedule: Worker's Compensation. The Worker's Compensation reimbursement is "Lesser of the physician's/practitioner's usual and customary fees or 95% of the reasonable maximum fee established by California Workers' Compensation Regulations, using the procedure numbers, unit values, and conversion factors adopted by the California Department of Industrial Relations." There is no allowance listed under the OMFS for the billed procedure code 97799 Modifier 86. The Provider documented their usual and customary charge of \$2,500.00 in the request for treatment authorization. The reimbursement by the Claims Administrator was not based on the PPO Contract. The billed services should have been reimbursed based on the Provider's usual and customary billed charges.

The additional reimbursement of \$2,251.22 is warranted per the Official Medical Fee Schedule code 97799 Modifier 86.

The chart below provides a comparison of billed charges and reimbursement rates for the codes and date of services at issue.

Validated Code	Validated Modifier	Validated Units	Dispute Amount	Total Fee Schedule Allowance	Provider Paid Amount	Allowed Recommended Reimbursement	Fee Schedule Utilized
97799	86	1	\$2,251.22	\$2,500.00	\$248.78	\$2,251.22	PPO Contract

