# Upstate-East & Central Financial Managers Council

Medicare Advantage and You



Michael H. Lewensohn
Manager
Health Care Medical
Reimbursement Services
mlewensohn@odpkf.com





### **Discussion Topics**

- ➤ Traditional Medicare versus Medicare Advantage Plan (MAP)
- ➤ Overall reduction of Medicare Part A days
- ➤ Typical arrangements between Providers and MAPs
- ➤ MAP Contracting strategies
- ➤ MAP Contract management strategies
- ➤ ISNP and shared savings
- ➤ Pre-Authorization
- ➤ Denials and Appeals
- Communicating With Payers





### Traditional Medicare versus Medicare Advantage Plan (MAP)

- Case management
- Prior authorization
- Duration of skilled care
- Payment floor
- Frequency of payments
- Levels of care





#### Overall reduction in Medicare Part A days

- Case management
- Bundled Payment for Care Improvement (BPCI)
- Value Based Purchasing (VBP)
- Treat in place
  - Increased medical coverage
  - > Telemedicine
  - Advanced directives





#### **Contracting strategies**

- Rates
- Included / excluded services
- Pharmacy
- Downstream provider services
- > Level of care criteria
- Know your costs and metrics
- Know your competition
- Know your market: invest wisely





## **MCO Contract Management**

						nalysis Fo	m									
Form I					Paye	er Specific										
		Effective	Term.	Term of	Rate	Rate	Rate	Service			Claim Filing	Appeal Filing	Quality Care		Required Codes	Require Pric
MCO / MLTC	MAP	Date	Date	Agreement		Level II	Level III	Type	Included	Excluded		Period (Days)		Form Type	HCPCS / Revenue	Approval
	No	4/1/2013		1 Year		\$150.00	\$225.00	Medical	Х		90 Days	180 Days		UB-04 / 1500	Revenue	
								Specialty Medical	Х						Revenue	Yes
								Rehabilitation		Х					Revenue	Yes
								O/P Mental Health	Х						Revenue	Yes
								Ambulance		Х					Revenue	No
								Transportation	Х						Revenue	Yes
								ER Services		X					Revenue	Yes
								DME (Equipment)		X					Revenue	Yes
								Prosthetics		Х					Revenue	No
								Diagnostic Testing	Х						Revenue	No
								Pharmacy		Х					Revenue	Yes
								Hearing Services	Х						Revenue	Yes
								Vision Services	Х						Revenue	Yes
								Other:	N/A	N/A						
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### **Contract management strategies (continued)**

						GAP Anal		1				
Form II					М	ultiple Agr	eements					
						Mental	Vision	Hearing			Equipment /	Diagnostic
MCO / MLTC 1	MAP	Rate	Medical	Pharmacy	Rehab	Health	Services	Services	Transpotation	ER	Orthotics	Testing
MCO / MLTC 2	No	\$100.00	Excluded	Included	Included	Included	Included	Included	Included (not amb)	No	Included, limited	Included
MCO / MLTC 3	Yes	\$100.00	Included	Included	Included	Excluded	Excluded	Included	Ambulance Only	Yes	Excluded	Excluded
MCO / MLTC 4	No	\$75.00	Included	Excluded	Excluded	Included	Included	Included	Excluded	Yes	Included	Included
MCO / MLTC 5	No	\$100.00	Excluded	Included	Included	Included	Included	Included	Included (not amb)	No	Included	Excluded
MCO / MLTC 6	No	\$100.00	Excluded	Included	Included	Included	Included	Included	Included (not amb)	No	Included	Included
MCO / MLTC 7	No	\$100.00	Included	Included	Included	Included	Included	Included	Included (not amb)	No	Excluded	Included
MCO / MLTC 8	No	\$100.00	Excluded	Included	Included	Included	Excluded	Included	Included (not amb)	No	Included	Excluded
MCO / MLTC 9	No	\$100.00	Included	Included	Included	Included	Included	Included	Included (not amb)	No	Excluded	Excluded
MCO / MLTC 10	No	\$100.00	Excluded	Included	Included	Included	Included	Included	Included (not amb)	No	Included	Excluded
MCO / MLTC 11	No	\$100.00	Included	Included	Included	Included	Included	Included	Included (not amb)	No	Excluded	Included
MCO / MLTC 12	No	\$100.00	Excluded	Included	Included	Included	Excluded	Included	Included (not amb)	No	Excluded	Excluded
MCO / MLTC 13	No	\$100.00	Excluded	Included	Included	Included	Included	Included	Included (not amb)	No	Excluded	Excluded







#### ISNP and shared savings

- > Fee-for-service
- > Per member, per month
- > Shared savings
- Nurse practitioner
- ➤ Hospitalization frequency
- > Behavioral patients
- Advanced directives
- ➤ Your partner, the Plan; even if it's not 50/50





### **Pre-Authorization Process**

- "A Pre-authorization number does not guarantee payment"
- Compare your approval to your request:
  - Patient
  - Code
  - Time period
  - Number of units, if applicable
- Timeliness of approval
  - Certain tests can't wait





### **Denials and Appeals**

### Rejections

- Review reports and payer correspondence in a timely manner
- Identify missing or incorrect data elements
- Contact payer to confirm the reason for the rejection
- Re-bill timely; rejected claims are not in the payer's processing system
- Update maintenance files to prevent future rejections





### Denials and Appeals (continued)

#### Analyze denied services

- Identify reason for the denial
- Append appropriate changes to the bill
- Refer to the billing manual and or contract the payer to better understand basis for the denial
- Work with payer to resolve denied cases and to better understand how to avoid future denials
- Submit appeals within the contracted appeals timeframe
- Retain all documentation related to the original invoice and appeal attempts
  - Name of representative, date of contact, etc.





### Denials and Appeals (continued)

 Organize, organize; there's much to be learned from denials

Maintain a log of denials

Find the common threads to your cash flow issues

- Include, patient, payer, reason for denial, date of denial
- Contact the payer to better understand the reason for the denial
- Follow appeals procedures, as per the payer's billing manual and or the facility / payer contract
- Learn from the denial; enact procedures to prevent future denials





### **Communicating With Payers**

Develop relationships with the payer's customer service staff and payer representatives

Don't wait for a crisis before communicating with the payer

During the contracting process, inquire about who will be your contact on an ongoing basis

Communication shouldn't be restricted to complaints

- Discuss your "wish list" as well as issues the payer sees on the horizon
- Communicate as part of the educational process





#### **Contact Information**

#### Michael H. Lewensohn, Manager

Professional Reimbursement Services (914) 381-8900 extension: 2139

mlewensohn@pkfod.com

665 Fifth Avenue New York, NY 10022 T: 212.286.2600

20 Commerce Drive Suite 301 Cranford, NJ 07016 T: 908.272.6200

293 Eisenhower Pkwy Suite 270 Livingston, NJ 07039 T: 973.535.2880

#### www.pkfod.com

500 Mamaroneck Avenue Harrison, NY 10528 T: 914.381.8900

Dorothy B. Kraft Building 15 Essex Road Paramus, NJ 07652 T: 201.712.9800

32 Fostertown Rd Newburgh, NY 12550 T: 845.220.2400

106 Prospect Street Ridgewood, NJ 07450 T: 201.445.0500 100 Great Meadow Road Wethersfield, CT 06109 T: 860.257.1870

3001 Summer Street 5<sup>th</sup> Floor East Stamford, CT 06905 T: 203.323.2400

7272 Wisconsin Avenue Suite 340 Bethesda, MD 20814 T: 301.652.3464

