

Ę

Protecting Sight. Empowering Lives.®

OALG Panel Discussion: -25 modifier

Antonio Capone Jr MD



Financial Disclosure

- I have the following financial interests or relationships to disclose:
 - Alcon Laboratories, Inc.: Grant Support
 - Aura Biosciences: Grant Support
 - o Broadspot: Equity Owner
 - FocusROP: Equity Owner
 - o GENENTECH: Grant Support
 - o Iconic Therapeutics: Grant Support
 - o interVIEW: Equity Owner, Patents/Royalty
 - o Novartis Pharmaceuticals Corporation: Consultant/Advisor
 - o Ohr Pharmaceuticals: Consultant/Advisor, Grant Support
 - o Otsuka Pharmaceutical Co.: Grant Support
 - Phoenix Technology Group: Equity Owner
 - Retinal Solutions: Equity Owner, Patents/Royalty
 - o Spark Therapeutics: Consultant/Advisor
 - o ThromboGenics, Inc.: Grant Support



Ę

AMERICAN ACADEMY OF OPHTHALMOLOGY®



-25 Modifier: Overview of existing use

- An <u>exam</u> modifier
- Appended to an E&M service (never a procedure) to indicate:
 - A significant and separately identifiable E&M service
 - Eye codes (92XXX) as well as E&M codes (99XXX)
 - Provided on the same day as a minor surgical procedure.
 - Zero to ten global days in the CMS Physician Fee Schedule.
 - Documentation satisfies the relevant criteria for the respective E/M service





-25 Modifier: Overview

- Not required for Medicare Part B new patients
- May be required by commercial plans do not follow Medicare rules



Ę



-25 Modifier: Impacted Codes

- 67028 Intravitreal injection of a pharmacologic agent (separate procedure)
- 67101 Repair of retinal detachment cryotherapy
- 67105 Repair of retinal detachment photocoagulation
- 67227 Destruction of extensive or progressive retinopathy cryotherapy
- 67228 Treatment of extensive or progressive retinopathy PRP





Growth Of Intravitreal Drug Over The Past 20 Yrs

- Intravitreal injections performed annually in the United States* AMA/RUC database
 - o **2001 ~4500**
 - 2002 ~15,000
 - 2005 ~252,000
 - o 2008 >1 million
 - o **2011 >2,000,000**
 - 2017 >7 million

• Therapeutic benefit profound







Procedure Codes Occurring on Same Day as 99xxx-25 or 92xxx-25





Protecting Sight. Empowering Lives.®



-25 Modifier and Intravitreal injections

- AAO presented and published guidelines
- CMS has not notified the AAO of any disagreement
- NCCI is responsible for determining correct coding
 Allows the use of modifier –25 for an E/M service same day as an intravitreal injection
- Factors determining whether E/M service should be billed with modifier –25
 Examination is performed to determine the need for an injection
 - $\circ~$ Examine the fellow eye





Common Clinical Scenarios – PRN Rx, Rx + extend

- A patient who has received prior injections returns for a scheduled examination for neovascular AMD.
- The examination indicates an additional injection is needed that day.
- Modifier –25 is appropriate in this situation.



Common Clinical Scenarios – New Symptoms

- A patient who has received multiple intravitreal injections in one eye to treat AMD returns complaining of vision changes in the companion eye.
- Examination reveals active CNV in the newly symptomatic eye.
- The left eye is injected with an anti-VEGF drug.
- Modifier –25 is appropriate in this situation.





Common Clinical Scenarios – Routine Rx

- A patient returns for a previously scheduled regular injection in the left eye.
- Ocular examination confirms the need for the injection.
- Modifier –25 is NOT appropriate in this situation.





- CMS, payors, and the OIG have the use of modifier 25 on their watch lists
 - OIG focus on billing fraud and abuse
- Raised on multiple occasions since 2005
 - 35% of Medicare claims for modifier 25 did not meet program requirements in 2002*
 - \$1.96 billion for approximately 29 million services billed using modifier 25
 - Department of Health and Human Services. Office of the Inspector General. Use of Modifier 25. Available at: <u>oig.hhs.gov/oei/reports/oei-07-03-00470.pdf</u>. Accessed September 28, 2016.





- OIG Finds Overpayment on Modifier 25 Use
 - May 21, 2012 a Burlington, Vermont health care system agreed to refund \$211,000 for services from 2008 to 2010.
 - The review found that the office visit documentation frequently did not support the use of modifier 25 in conjunction with eye injections.





• "The <u>billing errors occurred because the providers believed in good faith</u> that the care they <u>provided included a separately billable E&M service</u>. In all of the sampled claims, the provider not only assessed and prepared the patient for the eye injection and provided the injection, he or she also examined the patient's other eye and assessed the potential effects of the patient's other conditions, such as diabetes and hypertension, on that eye. The providers feel that this approach promotes efficient and high quality medical care, and likely reduces the need for additional visits. On further review of these claims by certified coders, however, . . . the documentation . . . did not support a separately billable E&M service because one component of the E&M service (medical decision making) was not documented regarding the eye not receiving the injection."





• "The billing errors occurred because the providers believed in good faith that the care they provided included a separately billable E&M service. In all of the sampled claims, the provider <u>not only assessed and prepared the patient for the eye injection</u> and provided the injection, he or she <u>also examined the patient's other eye</u> and assessed the potential effects of the patient's other conditions, such as diabetes and hypertension, on that eye. The providers feel that this approach promotes efficient and high quality medical care, and likely reduces the need for additional visits. On further review of these claims by certified coders, however, . . . the documentation . . . did not support a separately billable E&M service because one component of the E&M service (medical decision making) was not documented regarding the eye not receiving the injection."





• "The billing errors occurred because the providers believed in good faith that the care they provided included a separately billable E&M service. In all of the sampled claims, the provider not only assessed and prepared the patient for the eye injection and provided the injection, he or she also examined the patient's other eye and assessed the potential effects of the patient's other conditions, such as diabetes and hypertension, on that eye. The providers feel that this approach promotes efficient and high quality medical care, and likely reduces the need for additional visits. On further review of these claims by certified coders, however, . . . the documentation . . . did not support a separately billable E&M service because <u>one component</u> of the E&M service (medical decision making) was not documented regarding the eye not receiving the injection."





- Continuing this trend, recently proposed restrictions
 - Medicare and commercial space
 - Disallowance of -25 entirely
 - Payment reductions despite appropriate use of -25



CMS 2019 Proposed Rule

- Recommended reducing Modifier -25 reimbursement by 50 percent to the lowest cost service when an E&M procedure occurs on the same day.
 - Justifies proposal as an extension of the Multiple Procedure Payment Reduction (MPPR)
 - $\circ~$ Disregards work of the RUC and CMS
 - 67028 is reported with either an E/M code or eye code 47% of the time
- Protests from organized medicine resulted in reversing this proposal in the Final Rule.



Summary of Policies

Compiled by the ASRS

Date	Insurer	State(s)	Details	Justification	Action/Result
2018	United HealthCare	Multiple	Reduce E/M by 25%	High utilization	Did not implement-AMA/ organized medicine coalition sent letter in opposition.
2018	Blue Cross Blue Shield	МІ	Reduce E/M by 20%	Overutilization	ASRS letter sent - Did not implement
2018	AmeriHealth	NJ	Reduce E/M by 50%	High utilization, overlapping cost	ASRS letter sent - Did not implement
2018	Centene (subsidiary HealthNet)	CA	Reduce E/M by 50%	Overlap in costs	Reversed policy in CA. Policy continues to be in effect for HealthNet subscribers in other states.
2018	Oscar Insurance Corp.	Multiple	Reduce E/M by 50%	Overutilization	Currently in effect
2017	Anthem	Multiple	Reduce E/M by 50%; revised proposal to reduce E/M by 25%	Overlap in costs	Did not implement – AMA/ organized medicine coalition sent letter in opposition.
2017	Independent Blue Cross	PA, NJ	Reduce E/M by 50%	High utilization, overlapping cost	ASRS letter sent – Currently in effect
2016	Blue Cross Blue Shield	RI	Reduce E/M by 50%	Overutilization	Currently in effect
2015	Tufts Health Plan	MA	Reduce E/M by 50%	Overutilization	Currently in effect
2012	Harvard Pilgrim HealthCare	MA	Reduce E/M by 50%	Overutilization	Currently in effect



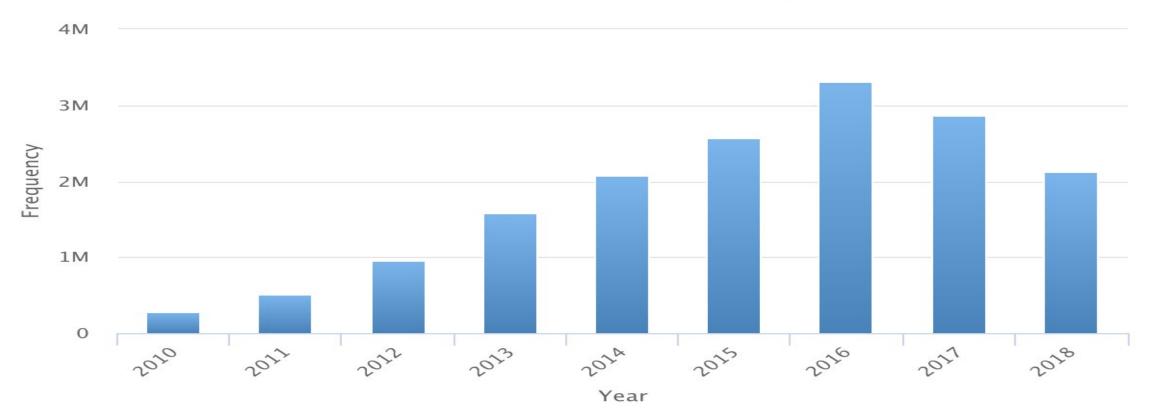
Ē

-25 modifier utilization

Ę

2018 IRIS registry data

Procedures with Modifier -25 by Year





Protecting Sight. Empowering Lives.®



Key Concern - Topics For Discussion

- RUC valuation process already recognizes overlap in time/work and reduces values for codes performed > 50% of the time with an E/M
- Short-sighted policies create a disincentive for physicians to provide unscheduled services
- Inconvenient for elderly patients with limited sight who depend on family and friends to provide transportation to return for an additional visit
- Ultimately increases long-term health coverage costs

