

A Newsletter From the Desk of Rick Martin

Jan. 24, 2014





2014 ANNUAL AMBUALANCE BILLING RATE REVIEW PROCESS

As I have done in past years, I recommend that all clients review their rates annually and adjust their rates to reflect any increases in operating costs that you have incurred in the past year or project to incur in the new year.

To assist you with this process, I have enclosed a 2014 Rate Change Form.

The objective here is to provide all clients information to make an informed choice on the at which they set their rates. Connecticut clients, it is understood that you will utilize the ambulance rates mandated by your state.

To discuss your specific situation, please contact me anytime via email, <u>rick.martin@comstarbilling.com</u>, or my direct line, 978-771-6482.

Please send your completed 2014 Rate Change Form to me via e-mail, rick.martin@comstarbilling.com or my private fax, 978-948-8480.

In order to ensure Comstar does not miss any intended rate changes, we issue follow up e-mails and mailings quarterly up until June to any client that has not responded with a completed 2014 Rate Change Form. If you do not intend to change your rates in 2014, please send me a brief e-mail to that affect to rick.martin@comstarbilling.com so that you will not be bothered with future correspondence on this matter.



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If you're going to be thinking, you may as well think big.

Donald Trump

2014 ANNUAL AMBUALANCE BILLING RATE REVIEW PROCESS (continued)

A question I routinely receive from clients is, "how high can I set my rates?"

There is no appropriate definitive answer to this question. The OIG guidance on this matter is to set rates to cover your costs..... One this I can do is provide general information on the rate setting patterns of Comstar's 200+ municipal client base. To that end, I have analyzed the current ambulance billing rates set by Comstar's clients. Below is the average rates for the highest 50 Comstar clients:

BLS-E	\$1,137
ALS-1	\$1,893
ALS-2	\$2,932
SCT	\$3,169
Mileage	\$30 per loaded mile

Please note, Comstar is successfully billing and collecting the fees set by highest 50 Comstar clients in full (less applicable co-pays.....) without issue from non-contacted insurance carriers.

If your current rates are above the averages above, you do not have an issue. If your rates are below the averages above, you have a potential opportunity for revenue increase.

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Excellence does not begin in Washington.

Ronald Reagan

2014 CMS AMBULANCE FEE SCHEDULE UPDATE

The 2014 Medicare (CMS) fee schedule was released on January 9th.

For those who like to dig into the details, the following is a link to the CMS 2014 Ambulance Fee Schedule Public Use File:

http://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/AmbulanceFeeSchedule/afspuf.html

The following is a summary of the year over year changes by State in the urban rates:

For all States, the mileage rate was increased by 1%

Base Rates increased by the following percentages:

CT 1.4%

MA-01 1.4% MA-99 1.1%

ME-03 .4% ME-99 1.5%

NH 1.5%

RI 1.1%

VT .9%

NY-01 1.2% NY-02 .9% NY-03 1.3% NY-04 1.1% NY-99 1.2%

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Believe you can and you're halfway there.

Theodore Roosevelt

2014 CMS AMBULANCE FEE SCHEDULE UPDATE (Continued)

As reported in my last newsletter:

Congress (House - 12/12/13; Senate - 12/17/13) passed a budget agreement which contains a three-month extension of the temporary adjustments for ambulance services. President Obama has stated he will sign the legislation. Thus, the 2% urban, 3% rural and 22.6% super rural adjustments that were scheduled to expire on December 31, 2013 will continue through March 31, 2014.

The current 2% "sequester" will continue for the time being.

Separately, the Senate Finance Committee approved a provision to extend the temporary adjustments for five years. That will be addressed after Congress returns in January from its recess. The ambulance provision is tied to a very complicated proposal to scrap the Sustainable Growth Rate formula used to pay physicians. Thus, the 3-month extension noted above will allow Congress more time to resolve the long term physician and ambulance issues.

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By failing to prepare, you are preparing to fail.

Benjamin Franklin

Bundling Your Services Ambulance Billing Rates

Comstar is recommending that all clients that have not already done so, transition their rate structure from the "a la carte" rate structure to a bundled rate structure.

Bundling rates will not result in higher total reimbursement of clean claims. Increasing rates could achieve this but this is not the intent of this specific advice

Why transition to bundled ambulance billing rates?

- Presenting ACO's with a consistent and simplified fee structure that
 mirrors the current CMS fee schedule structure will best position your
 service to attain its equitable portion of the funds allotted to the ACO
 for a specific (in its totality) patient care event.
- The bundled structure creates a better match of revenue to the expenses your service incurs to make a available and provide emergency care.
- Medicare (CMS) transitioned to the bundled rate structure in 2002
- More 75% of the private insurance payors we deal with are asking for claims to be submitted in a bundled structure

Important Notes:

- The specific cross walk from a la carte to bundle rates will be unique for each client as your rates and number of a la carte charges do differ. Please contact me via e-mail, rick.martin@comstarbilling.com or my direct line, 978-771-6482, to discuss and map out your specific cross walk plan
- 2) Your crews documentation and Comstar's coding requirements are not changed by bundleing of rates.
- 3) The transition to bundled rates from a la carte rates is a "industry best practice" recommendation for the reason previously stated. It is not a mandated change.

CT client, obviously, stick with the state mandated rates and structure.