

Part B Insider (Multispecialty) Coding Alert

Part B Payment: Part B Claims Remain in Holding Pattern Through June 17

MACs won't process June claims until June 18, in hopes that Congress acts by then.

The Senate's delays could mean serious payment crunches for your practice.

Last month, the freeze that has been keeping the Medicare conversion factor at 2009 levels expired, meaning that Part B practices were due to face a 21 percent cut effective for dates of service June 1 and thereafter. Because Congress had not yet intervened to stop those cuts, CMS initially instructed MACs to hold claims for the first 10 business days of June while lawmakers could deliberate whether to eliminate the looming cuts.

When the Senate reconvened on June 7, many analysts expected its members to vote on H.R. 4213, "The American Jobs and Closing Tax Loopholes Act of 2010," which was expected to increase your payments through the end of this year, according to the text listed on the House Ways and Means Committee Web site. However, the bill has not passed, leading CMS to extend the MACs' claims hold through June 17.

According to a June 14 CMS notification, the agency directed its contractors "to continue holding June 1 and later claims through Thursday, June 17, lifting the hold on Friday, June 18."

CMS acknowledged in its June 14 notification that the lengthened claims hold period "may present cash flow problems for some Medicare providers. However, we expect that the delay, if any, beyond the normal processing period will be only a few days."

The impact of the 17-day claims hold will vary, depending on the practice and how many Medicare patients it sees, says **Quinten A. Buechner, MS, MDiv, CPC, ACSFP/GI/PEDS, PCS, CCP, CMSCS,** president of ProActive Consultants in Cumberland, Wis. Those practices with large Medicare populations could face a cash flow crisis, says **Barbara J. Cobuzzi, MBA, CPC, CENTC, CPC-H, CPC-P, CPC-I, CHCC,** president of CRN Healthcare Solutions, a coding and reimbursement consulting firm in Tinton Falls, N.J., and senior coder and auditor for The Coding Network.

"The claims hold effectively cuts off their Medicare pay for that period," Cobuzzi says. "This has been happening almost monthly this year (with a few exceptions that gave us multiple month extensions)."

Avoid Holding Claims on Your Own

Some practices do not count on Medicare to do the claims hold correctly, so they are holding the claims themselves, Cobuzzi says. "In May, the MACs released payments before the fix was in, at the 21 percent reduction, and then those claims had to receive corrections," she notes. "The practices that are holding their own claims figure that kind of mistake will not happen to them. But their delay will be even longer because they are not submitting to Medicare until the fix is voted on and then they have to wait the time period for Medicare processing."