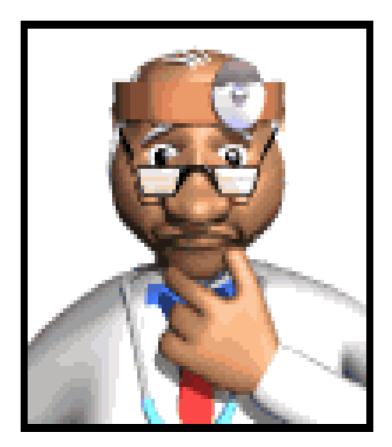


# Financial Implications of Being an AME

### Is it Worth it?

#### Tye J. Ouzounian, M.D.

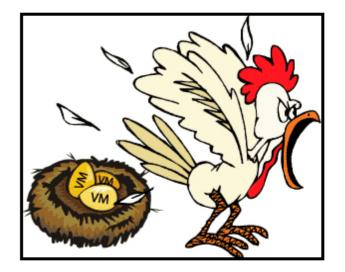
## Is it worth it?



### **Payor Options**

#### 

- Medical
- HMO
- Medicare
- PPO
- Workers' Compensation Treatment
- QME / AME
- Private IME
- Indemnity Insurance



### Net Profit



- Profit = Collections Expenses
- Goal: Increase profit
- Options:
  - Increase collections
  - Decrease expenses
  - Or both
- Use resources more efficiently

### **Practice Expense**



- Direct expense
  - Expense that can be directly related to the service
- Indirect expense
  - Expense that cannot be directly related to the service

### **Practice Expense**

- Office work has higher direct practice expense
- Non-office work has lower direct practice expense
- Surgeons often do non-office work
  - Emergency room call
  - Surgery
  - Hospital patients
  - AME: Records review
    - Home
    - Vacation
    - Airport

### **Practice Expense**

- Consider:
  - Physician time
  - Office time
- Non-office time has lower practice expense
  - Higher potential profit



### Missed Appointment

- Missed and cancelled appointments are very costly to a practice
- ML100: Missed Appointment for a Comprehensive or Follow-Up Medical-Legal Evaluation
- Confirm in writing that a missed or cancelled appointment will be charged and carrier will pay

### Missed Appointment

- Carrier uses missed appointment in defense of claim
- Physician payment for missed appointment changes a money losing opportunity into a



money making opportunity

### Billing Codes AME Fee Schedule

- ML101
  - Follow up Medical-Legal Evaluation
  - \$62.50 / 15 minutes or portion thereof
- ML102
  - Basic Comprehensive Medical-Legal Evaluation
  - \$625
- ML103
  - Complex Comprehensive Medial-Legal Evaluation
  - \$937.50
- ML104
  - Comprehensive Medical-Legal Evaluation Involving Extraordinary circumstances
  - 62.50 / 15 minutes or portion thereof
  - This is the gravy

### **Billing Modifiers**

#### • -94

- AME modifier
- Add 25% to QME fee
- -93
  - Interpreter
  - Add 10% to QME fee
- If both -93 and -94
  - Add 35% to QME fee

### ML101: Follow-up Medical-Legal Evaluation • Face-to-face encounter

- Bill in 15 minute increments or portion thereof
- Document time for:
  - Face-to-face with injured worker
  - Review of records
  - Preparation of report

### ML102: Basic Comprehensive Medical–Legal Evaluation

- Most common evaluation
- Face-to-face time:
  20 minutes

### ML103: Complex Comprehensive Medical-Legal Evaluation

- Must document performance of 3 or more complexity factors
- Most common combination:
  - Address causation
  - Address apportionment
  - Over two hour records review
- Other possible complexity factor options

ML104: Comprehensive Medical–Legal Evaluation Involving Extraordinary Circumstances

- Also includes:
  - Medical–Legal Testimony
  - Supplemental Medical-Legal Evaluation
- Bill in 15 minute increments or portion thereof
- Document time for:
  - Records review
  - Report preparation



### Office time Practice Expense

- 99213
  - 15 minutes face-to-face time
  - Additional documentation time
- 99214
  - 25 minutes face-to-face time
  - Additional documentation time
- ML102 or ML103
  - 20 minutes face-to-face time
  - Records review time
  - Additional documentation time

### Non-office Physician work options



Emergency room call

Surgery

AME work



### Emergency room call

- Called to ER
- Evaluate patient
- Schedule OR
- Wait for OR
- Wait for OR
- Delayed at OR
- Spend all day
- Insurance payment delays

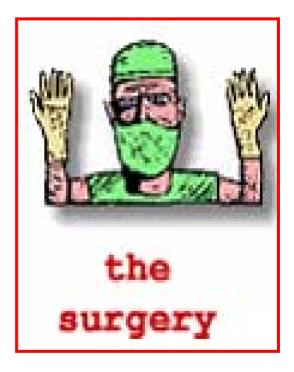


### Emergency room call

- PRO's
  - Service to society
- CON's
  - Partner is frustrated
  - Family activities interrupted
  - High liability
  - 90-day global
  - Payment uncertain

## Surgery

- Preoperative care
- Day of surgery
  - Wait for OR
  - Wait for anesthesia
  - Perform procedure
- Postoperative care
  - 90-day global



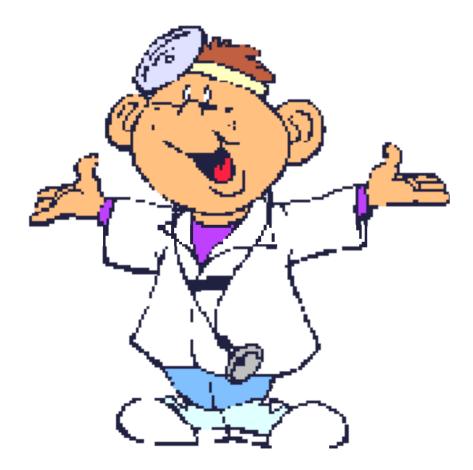
### AME Work

- Review records
  - Bill for review time
  - 15 minute increments or portion thereof
- Prepare report
  - Bill for report time
  - 15 minute increments or portion thereof
- Payment guaranteed
  - 45 "working days"
  - Not business days
  - Not calendar days

### AME Work

- PRO's
  - You chose the time allocation
  - Family activities not interrupted
  - No wasted hours
  - No global period
- CON's

### Is it worth it?







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