

Detail Reference Guide to
Determining CMS Medicare + 35%
for Offices of the Insurance Commissioner (OIC)
Workers' Compensation Maximum Medical Reimbursement Fee Schedules
Effective: October 1, 2008
Subsequent schedules should be updated each July 1 until further notice.

Codes listed with "0", not listed, or are "BR – By Report" are carrier priced.

RBRVs

Calculate the OIC Maximum Medical Reimbursement with the following formula(s):
(Formula component 1.35 below represents Medicare + 35%)

Non Facility (NF)

Step 1: Adjusted work RVU*+ Adjusted Mal Practice (MP)**+Adjusted PE Non Facility*** = Total RVU NF
Step 2: (Total RVU NF x Medicare Conversion Factor), rounded x 1.35 = OIC Maximum Medical Reimbursement, rounded

Facility (F)

Step 1: Adjusted work RVU*+Adjusted Mal Practice (MP)**+Adjusted PE Facility**** = Total RVU F
Step 2: (Total RVU F x Medicare Conversion Factor), rounded x 1.35 = OIC Maximum Medical Reimbursement, rounded

IMPORTANT NOTES:

1. The following tables are available from Medicare <http://www.cms.hhs.gov/home/medicare.asp>: *National Physician Fee Schedule Relative Value File*; and *Geographic Practice Cost Indices by Medicare Carrier and Locality*.
2. Within the Medicare website go to the *Physician Fee Schedule* link, and locate *PFS Relative Value Files*. Open the *PFS Relative Value Files*, click on the folder link for the July 1 update prior to date of service (generally labeled *RVU(year)* or *RVU(year)AR*). For example, April 2008 file is called RVU08AB. Choose the July 1 update prior to date of service if there are multiple for that year. For date of service between July 1 and June 30, the reimbursement effective on the July 1 immediately prior to date of service would apply. For example, for a January 10, 2009 date of service, the reimbursement effective on July 1, 2008 would apply. Within this file use the Excel sheet labeled *PPRRVU(year)*, (i.e. 2008 is called PPRRVU08) to obtain the RVU and conversion factor information. The GPCI information can be found in the table labeled *GPCI(year)*, (i.e. 2008 is called GPCI08).
3. To calculate adjusted numbers using information found in *National Physician Fee Schedule Relative Value File* and *Geographic Practice Cost Indices by Medicare Carrier and Locality*:
*Adjusted Work RVU = *Work RVU* x *Work GPCI*
**Adjusted Mal Practice=*MP RVU* x *MP GPCI*
***Adjusted Non Facility= *Fully Implemented Non-Fac PE RVU* x *PE GPCI*
**** Adjusted Facility= *Fully Implemented Facility PE RVU* x *PE GPCI*
4. Calculate the fee by taking the Total RVU NF and Total RVU F (independently) and multiplying by the Medicare conversion factor. Then take the rounded result and multiply by 1.35 to get the OIC Max Allowable Fee, rounded.
5. Federal Budget Neutrality Factor is not used in this calculation.