

State of West Virginia DEPARTMENT OF HEALTH AND HUMAN RESOURCES Office of Inspector General Board of Review 1400 Virginia Street Oak Hill, WV 25901

Joe Manchin III Governor Patsy A. Hardy, FACHE, MSN, MBA Cabinet Secretary

June 2, 2010

Dear ----:

Attached is a copy of the findings of fact and conclusions of law on your hearing held May 21, 2010. Your hearing request was based on the Department of Health and Human Resources' decision to deny prior authorization of a MRI of the lumbar spine.

In arriving at a decision, the State Hearing Officer is governed by the Public Welfare Laws of West Virginia and the rules and regulations established by the Department of Health and Human Resources. These same laws and regulations are used in all cases to assure that all persons are treated alike.

Eligibility for the Medicaid program is based on current policy and regulations. These regulations provide that for radiology services requiring prior authorization, the referring provider must submit clinical documentation to justify the medical need for the service (Hospital Manual § 528.7).

The information submitted at your hearing was insufficient to make a determination of the medical necessity of a MRI.

It is the decision of the State Hearing Officer to **Uphold** the action of the Department to deny prior authorization of a MRI of the lumbar spine.

Sincerely,

Kristi Logan State Hearing Officer Member, State Board of Review

cc: Chairman, Board of Review Bureau of Medical Services

WEST VIRGINIA DEPARTMENT OF HEALTH & HUMAN RESOURCES BOARD OF REVIEW

-----,

Claimant,

v.

Action Number: 10-BOR-1215

West Virginia Department of Health and Human Resources,

Respondent.

DECISION OF STATE HEARING OFFICER

I. INTRODUCTION:

This is a report of the State Hearing Officer resulting from a fair hearing concluded on May 21, 2010 for -----. This hearing was held in accordance with the provisions found in the Common Chapters Manual, Chapter 700 of the West Virginia Department of Health and Human Resources.

II. PROGRAM PURPOSE:

The Program entitled Medicaid is administered by the West Virginia Department of Health & Human Resources.

The 1965 Amendments to the Social Security Act established, under Title XIX, a Federal-State medical assistance program commonly known as Medicaid. The Department of Health and Human Resources administers the Medicaid Program in West Virginia in accordance with Federal Regulations. The Bureau for Medical Services is responsible for development of regulations to implement Federal and State requirements for the program. The Department of Health and Human Resources processes claims for reimbursements to providers participating in the program.

III. PARTICIPANTS:

----, Claimant

Stacey Hanshaw, Bureau of Medical Services (testified by phone) Karen Casey, RN, West Virginia Medical Institute (testified by phone)

Presiding at the Hearing was Kristi Logan, State Hearing Officer and a member of the Board of Review.

IV. QUESTION TO BE DECIDED:

The question to be decided is whether or not the Department's decision to deny prior authorization of a MRI of the lumbar spine was correct.

V. APPLICABLE POLICY:

Hospital Manual § 528.7

VI. LISTING OF DOCUMENTARY EVIDENCE ADMITTED:

Department's Exhibits:

- D-1 Hospital Manual § 528.7
- D-2 Authorization Request Form dated March 29, 2010 and Medical Documentation
- D-3 InterQual SmartSheet Imaging Criteria
- D-4 Notification Letters dated April 2, 2010 to Claimant, MD and Hospital

Claimants' Exhibits:

None

VII. FINDINGS OF FACT:

1) A request for prior authorization for a MRI of the lumbar spine for Claimant was sent to the West Virginia Medical Institute (WVMI) for approval by MD on March 29, 2010 (D-2). A denial notification letter was issued by the Department on April 2, 2010 which read in pertinent parts (D-4):

A request for prior authorization was submitted for imaging services. Based on the medical information provided, the request has been denied.

There were no conservative treatment durations and outcomes noted of any NSAID therapy or activity modifications. The information submitted did not meet the clinical indications of the InterQual criteria.

- 2) Karen Casey, nurse reviewer with WVMI, testified to the reason for the denial of Claimant's MRI. The authorization request form submitted by Claimant's physician indicated the MRI was needed to rule out lumbar radiculopathy. The corresponding indicator for lumbar radiculopathy on the InterQual SmartSheet is 100. Ms. Casey stated there was little information in the medical records submitted regarding examination findings to follow the indicators under 100. Additionally, Ms. Casey stated there was no information regarding failed conservative treatments for Claimant (D-2). The type and duration of any failed conservative treatments are required before a MRI can be approved.
- 3) Claimant testified that he has constant pain in his back and was recently referred to a neurosurgeon. Claimant stated he needs the MRI before any treatment can be started.

Claimant stated he tried physical therapy and occupational therapy but was dismissed because he could not complete the exercises. He has been on an anti-inflammatory medication for a month now.

4) Hospital Manual § 528.7 states:

For radiology services requiring prior authorization for medical necessity by the Utilization Management Contractor (UMC), the referring/treating provider must submit the appropriate CPT code with clinical documentation and any other pertinent information to be used for clinical justification of services by the UMC. The information must be provided to the UMC, and the prior authorization granted, prior to services being rendered. Prior authorization requests for radiological services must be submitted within the timeframe required by the UMC.

VIII. CONCLUSIONS OF LAW:

- 1) The authorization form submitted by Claimant's physician was insufficient for WVMI to make a determination of the medical necessity of the MRI of the lumbar spine as shown on the InterQual SmartSheets.
- 2) The Department correctly denied prior authorization of the MRI for Claimant for lack of clinical documentation supporting the medical necessity of the procedure.

IX. DECISION:

It is the decision of the State Hearing Officer to **uphold** the decision of the Department to deny Claimant prior authorization of a MRI of the lumbar spine.

X. RIGHT OF APPEAL:

See Attachment

XI. ATTACHMENTS:

The Claimant's Recourse to Hearing Decision

Form IG-BR-29

ENTERED this 2nd day of June 2010.

Kristi Logan State Hearing Officer Member, Board of Review