

Comprehensive Health Insurance, 3e (Vines)

Chapter 1 Introduction to Professional Billing and Coding Careers

1.1 Multiple Choice Questions

1) The percentage of all healthcare providers who are physicians and nurses is:

- A) 25%.
- B) 40%.
- C) 50%.
- D) 60%.

Answer: B

2) The percentage of all healthcare providers who are allied health professionals is:

- A) 25%.
- B) 40%.
- C) 50%.
- D) 60%.

Answer: D

3) The increased demand for medical billers, medical office assistants, and medical coders can be attributed to:

- A) the growth of managed care.
- B) physician practices' having more responsibility for filing claims.
- C) the need for additional staff to file claims and work to obtain timely payment.
- D) all of the above.

Answer: D

4) A payment poster would most likely work in which facility?

- A) a private practice.
- B) a small-group practice.
- C) a large-group practice.
- D) all of the above.

Answer: C

5) Prior to the enactment of the Health Maintenance Organization Act of 1973, the growth of a physician's practice would be based on:

- A) advertising and referrals.
- B) managed care contracts.
- C) consultations.
- D) hospital affiliations.

Answer: A

6) Prior to the enactment of the Health Maintenance Organization Act of 1973, a solo practice included all of the following staff members EXCEPT:

- A) physician.
- B) nurse.
- C) certified medical biller.
- D) receptionist.

Answer: C

7) Managed care is a system in which physicians contract to participate in a health insurance network and healthcare delivery is:

- A) at the discretion of the physician.
- B) provided only by in-network physicians.
- C) based on the patient's ability to pay.
- D) monitored to control costs.

Answer: D

8) Which facility would most likely employ a refund specialist?

- A) solo practice.
- B) hospital.
- C) large-group practice.
- D) multi-specialty clinic.

Answer: B

9) It is common for small-group practices to outsource:

- A) billing and accounts receivable.
- B) insurance coverage verifications.
- C) appointment scheduling and patient reminders.
- D) medical records management.

Answer: A

10) A practice with three physicians would generally be categorized as a:

- A) solo practice.
- B) private practice.
- C) small-group practice.
- D) large-group practice.

Answer: C

11) A practice with 10 or more physicians would generally be categorized as a:

- A) solo practice.
- B) private practice.
- C) small-group practice.
- D) large-group practice.

Answer: D

12) A group of physicians with different specialties may practice together at one outpatient facility known as a:

- A) free clinic.
- B) small-group practice.
- C) multispecialty clinic.
- D) private hospital.

Answer: C

13) Most hospitals today are owned by a:

- A) single, private owner.
- B) nonprofit organization.
- C) university.
- D) corporation.

Answer: D

14) Which department is a part of patient financial services(PFS)?

- A) billing.
- B) collections.
- C) revenue integrity.
- D) all of the above.

Answer: D

15) A large-group practice is a specialized practice that is likely to:

- A) employ more nurses than doctors.
- B) include a physical therapist as part of the medical team.
- C) employ in-house staff to handle claims and accounts receivable.
- D) contract with an outside firm to handle claims and accounts receivable.

Answer: C

16) A centralized billing office (CBO) typically contracts with a physician's office to perform which of the following functions?

- A) scheduling patient appointments
- B) handling claims and/or accounts receivable
- C) verifying insurance coverage
- D) compiling and recording medical charts, reports, and correspondence

Answer: B

17) A medical office assistant may handle all of the following duties in a medical office EXCEPT:

- A) scheduling appointments.
- B) compiling and recording medical records.
- C) interpreting laboratory test results.
- D) answering telephones.

Answer: C

18) The responsibilities of a medical biller may include all of the following EXCEPT:

- A) contacting patients to collect money.
- B) submitting insurance claims.
- C) entering patient charge information.
- D) contacting insurance carriers about outstanding claims.

Answer: A

19) A possible job title for a medical coder position would be:

- A) admitting clerk.
- B) administrative medical assistant.
- C) medical receptionist.
- D) health information technician.

Answer: D

20) The healthcare professional who researches data in medical records in order to accurately document diagnoses and procedures and obtain maximum reimbursement for physicians is the:

- A) medical office assistant.
- B) medical collector.
- C) medical coder.
- D) payment poster.

Answer: C

21) The healthcare professional who contacts patients or insurance carriers to collect fees owed to the medical facility is the:

- A) medical office assistant.
- B) medical coder.
- C) payment poster.
- D) medical collector.

Answer: D

22) The healthcare professional who is responsible for answering questions and explaining topics such as HIPAA privacy regulations, living wills, and do-not-resuscitate orders (DNRs) to patients and their family members is the:

- A) medical collector.
- B) insurance verification representative.
- C) admitting clerk.
- D) privacy compliance officer.

Answer: D

23) The healthcare professional who contacts insurance carriers to verify benefit information for patients is the:

- A) insurance verification representative.
- B) admitting clerk.
- C) payment poster.
- D) medical collector.

Answer: A

24) A registered health information technician (RHIT) may also be referred to as a(n):

- A) payment poster.
- B) medical records analyst.
- C) medical collector.
- D) insurance verification representative.

Answer: B

25) Important skills required of a payment poster include all of the following EXCEPT:

- A) data entry skills.
- B) math skills.
- C) phlebotomy skills.
- D) working knowledge of insurance contracts.

Answer: C

26) The duties and responsibilities of a medical coder may include all of the following EXCEPT:

- A) greeting visitors and directing them to appropriate staff.
- B) researching and reference checking of medical records.
- C) accurately coding primary and secondary diagnoses.
- D) using ICD-10-CM and CPT[®] coding books.

Answer: A

27) The duties and responsibilities of a payment poster generally include:

- A) greeting visitors and directing them to appropriate staff.
- B) reading Explanation of Benefits documents issued by insurance carriers.
- C) submitting claims to insurance carriers.
- D) scheduling and confirming patients' appointments.

Answer: B

28) The duties and responsibilities of a medical collector may include:

- A) sending patient billing statements.
- B) compiling medical charts, reports, and correspondence.
- C) reviewing medical records for compliance with regulations.
- D) accurately coding diagnoses and procedures.

Answer: A

29) The duties and responsibilities of a medical biller may include all of the following EXCEPT:

- A) submitting insurance claims.
- B) analyzing patient charge information.
- C) contacting insurance carriers on incorrectly paid claims.
- D) explaining HIPAA regulations.

Answer: D

30) What are the duties and responsibilities of an admitting clerk?

- A) registering and greeting patients.
- B) having patients complete paperwork.
- C) dealing with patients who may be upset or irritable.
- D) all of the above.

Answer: D

31) The duties and responsibilities of a privacy compliance officer may include all of the following EXCEPT:

- A) posting payments or making adjustments to patient accounts.
- B) answering questions about privacy regulations.
- C) explaining DNR orders to patients and their family members.
- D) data entry of patient demographics.

Answer: A

32) Benefits of professional memberships include all of the following EXCEPT:

- A) networking with professionals.
- B) receiving multiple job offers.
- C) learning the latest developments.
- D) taking professional courses.

Answer: B

33) How many courses are required to achieve a medical billing certification?

- A) three
- B) six
- C) eight
- D) ten

Answer: B

34) To achieve certification as a National Certified Medical Office Assistant (NCMOA), you must have all of the following qualifications EXCEPT:

- A) high-school diploma or equivalent.
- B) graduation from an approved program of study or 1 year of experience.
- C) evaluations of billing performance.
- D) a passing grade on the NCMOA exam.

Answer: C

35) Medical coding certifications include all of the following EXCEPT:

- A) Certified Medical Billing Specialist (CMBS).
- B) Certified Coding Associate (CCA).
- C) Certified Professional Coder (CPC).
- D) Certified Coding Specialist (CCS).

Answer: A

36) The Certified Professional Coder (CPC) certification is designed to evaluate a medical coder's knowledge of all of the following EXCEPT:

- A) medical terminology.
- B) math concepts.
- C) coding concepts.
- D) human anatomy.

Answer: B

37) In order to receive the Certified Professional Coder (CPC) certification, you must:

- A) have a college degree plus 1 year of experience.
- B) have 2 years of work experience and pass the certification exam.
- C) pass the certification exam within 12 months of obtaining your first job.
- D) have 3 years of work experience and pass the certification exam.

Answer: B

38) Coders without much job experience can receive the following certification:

- A) National Certified Medical Office Assistant (NCMOA).
- B) Certified Medical Administrative Assistant (CMAA).
- C) Certified Coding Associate (CCA).
- D) Certified Professional Coder (CPC).

Answer: C

39) The Certified Coding Specialist (CCS) certification is awarded through the:

- A) American Health Information Management Association.
- B) American Academy of Professional Coders.
- C) National Center for Competency Testing.
- D) National Healthcareer Association.

Answer: A

40) The Certified Medical Billing Specialist (CMBS) certification is awarded through the:

- A) American Health Information Management Association.
- B) Medical Association of Billers.
- C) National Center for Competency Testing.
- D) National Healthcareer Association.

Answer: B

41) The Certified Professional Coder (CPC) certification is awarded through the:

- A) American Academy of Professional Coders.
- B) American Health Information Management Association.
- C) National Center for Competency Testing.
- D) National Healthcareer Association.

Answer: A

42) The American Health Information Management Association awards the:

- A) National Certified Medical Office Assistant (NCMOA) certificate.
- B) Certified Medical Administrative Assistant (CMAA) certificate.
- C) Certified Medical Billing Specialist (CMBS) certificate.
- D) Certified Coding Associate (CCA) certificate.

Answer: D

43) The National Center for Competency Testing awards the:

- A) National Certified Medical Office Assistant (NCMOA) certificate.
- B) Certified Medical Administrative Assistant (CMAA) certificate.
- C) Certified Medical Billing Specialist (CMBS) certificate.
- D) Certified Coding Associate (CCA) certificate.

Answer: A

44) The Certified Coding Specialist—Physician (CCS-P) demonstrates expertise in all of the following areas EXCEPT:

- A) group practices.
- B) inpatient hospitals.
- C) specialty clinics.
- D) solo practice offices.

Answer: B

45) Applicants who are successful in passing the Certified Professional Coder-Hospital (CPC-H) examination, but have not met the required coding work experience, will be awarded:

- A) Certified Professional Coder-Hospital (CPC-H) certification.
- B) Certified Professional Coder-Physician (CPC-P) certification.
- C) Certified Coding Specialist (CCS) certification.
- D) Certified Professional Coder-Hospital-Apprentice (CPC-H-A) certificate.

Answer: D

46) If you work in a doctor's office, a clinic, or a similar setting, what should you consider obtaining to demonstrate your ability?

- A) Certified Professional Coder-Hospital (CPC-H) certification
- B) Certified Coding Specialist-Physician (CCS-P) certification
- C) Certified Coding Associate (CCA) certification
- D) Certified Medical Administrative Assistant (CMAA) certification

Answer: B

47) The Registered Health Information Technician (RHIT) certification proves proficiency in all of the following EXCEPT:

- A) patient record maintenance and management.
- B) ICD-10-CM and CPT® coding.
- C) Proficiency in electronic health records
- D) familiarity with regulations regarding patient health information.

Answer: C

48) A registered health information technician (RHIT) ensures the quality of medical records by verifying that all records are:

- A) complete.
- B) accurate.
- C) compliant with healthcare regulations.
- D) all of the above.

Answer: D

49) A candidate for Certified Medical Billing Specialist (CMBS) certification aims to:

- A) improve his or her medical billing knowledge.
- B) assist providers in obtaining maximum reimbursement for services.
- C) develop new coding and documentation skills.
- D) all of the above.

Answer: D

50) The certification offered by the American Medical Billing Association (AMBA) to those who pass its exam is:

- A) Certified Medical Billing Specialist.
- B) Certified Coding Specialist.
- C) Registered Health Information Technician.
- D) Certified Medical Reimbursement Specialist.

Answer: D

51) What is required to become a medical and health services manager?

- A) high school diploma
- B) associates degree
- C) bachelor's degree in health administration
- D) master's degree in health administration

Answer: C

52) A physician who chooses not to handle billing and insurance claims within his or her facility may contract with a(n):

- A) patient account services (PAS) facility.
- B) centralized billing office (CBO).
- C) small group practice.
- D) third party administrator (TPA).

Answer: B

53) How long does it take to become a certified HIPAA professional?

- A) 2 days
- B) 2 weeks
- C) 2 months
- D) 2 years

Answer: A

54) After 1 year of experience, a medical office assistant can take an exam through the National Center for Competency Testing and be certified as a(n):

- A) Certified Coding Associate (CCA).
- B) National Certified Medical Office Assistant (NCMOA).
- C) Certified Coding Specialist (CCS).
- D) Certified Medical Administrative Assistant (CMAA).

Answer: B

1.2 True/False Questions

1) Allied health employees make up 40% of all healthcare professionals.

Answer: FALSE

2) A small-group practice will frequently contract out its billing and accounts receivable.

Answer: TRUE

3) A large-group practice will frequently contract out its billing and accounts receivable.

Answer: FALSE

4) It is rare to find a privately owned hospital today.

Answer: TRUE

5) The processing of hospital claims often takes place off site.

Answer: TRUE

6) The Healthcare Financial Management Association (HFMA) defines revenue cycle as "all administrative and clinical functions that contribute to the capture, management, and collection of patient service revenue."

Answer: TRUE

7) Providers never have a financial interest in common with a centralized billing office (CBO).

Answer: FALSE

8) All facilities will have the same specific job description for a medical biller.

Answer: FALSE

9) A medical receptionist is considered back office staff in a physician's office.

Answer: FALSE

10) A medical collector can perform most of her job on the phone.

Answer: TRUE

11) Professional memberships can help you keep current with developments in your field.

Answer: TRUE

12) The privacy compliance officer is responsible for answering questions about the Health Insurance Portability and Accountability Act (HIPAA).

Answer: TRUE

13) The position of refund specialist requires research and analytical skills.

Answer: TRUE

14) To become a registered health informational technician you must pass a written examination overseen by the American Health Information Management Association (AHIMA).

Answer: TRUE

15) To become a Certified Medical Administrative Assistant (CMAA), you must be a graduate of a healthcare training program or have 1 or more years of full-time job experience.

Answer: TRUE

16) To achieve certification as a Certified Medical Billing Specialist (CMBS), an individual must have 5 or more years of job experience.

Answer: FALSE

17) A Certified Coding Associate (CCA) does not need much job experience.

Answer: TRUE

18) The Certified Professional Coder (CPC) certification requires 2 years of work experience.

Answer: TRUE

19) According to federal law a medical billing professional must become certified as a reimbursement specialist.

Answer: FALSE

20) A registered health information technician (RHIT) is not responsible for the quality of medical records.

Answer: FALSE

1.3 Short Answer Questions

1) A(n) _____ practice usually consists of three to nine physicians of the same specialty.

Answer: small-group

2) The front office staff member who primarily handles administrative duties is referred to as a(n) _____.

Answer: medical office assistant or administrative medical assistant

3) A(n) _____ contacts patients or insurance carriers to collect money owed to the facility or practice.

Answer: medical collector

4) The individual who contacts insurance carriers to verify benefits is referred to as a(n) _____.

Answer: insurance verification representative

5) The development of _____ required physicians to become responsible for filing health insurance claims.

Answer: managed care

6) _____ personnel make up 60% of all healthcare professionals.

Answer: Allied health

1.4 Matching Questions

Match the following:

- A) insurance verification representative
- B) cal collector
- C) refund specialist
- E) cal office assistant
- D) registered health information technician
- F) admitting clerk
- G) privacy compliance officer
- H) payment poster
- I) medical biller
- J) medical coder

- 1) The position whose duties include reading Explanation of Benefits documents from insurance carriers and posting payments or adjustments to the appropriate accounts
- 2) The position that is responsible for registering and greeting patients
- 3) The position that manages the coding of diagnoses, procedures, and services
- 4) The position that contacts patients or insurance carriers to collect money owed to the medical facility
- 5) The position that handles administrative duties and is responsible for making a physician's office function smoothly
- 6) The position that is responsible for answering questions or explaining such topics as privacy regulations and living wills to patients and their family members
- 7) The position that obtains precertification and/or prior authorization of services
- 8) The position that reviews records for completeness, accuracy, and compliance with regulations
- 9) The position that submits insurance claims and enters patient data and charge information
- 10) The position that analyzes patient accounts to discern whether or not a refund is required

Answers: 1) H 2) F 3) J 4) B 5) E 6) G 7) A 8) D 9) I 10) C

1.5 Essay Questions

1) Explain how managed care has created a demand for trained and certified medical billers.

Answer: With managed care, it has become the physician's responsibility to file claims and wait 30 days or longer for payment. Additional staff is needed to process claims in a timely fashion.

2) Prior to the enactment of the Health Maintenance Organization Act of 1973, how did a physician's practice grow?

Answer: Physicians relied on advertising and referrals for additional business.

3) Describe the characteristics of a small-group practice.

Answer: A small-group practice often consists of four or five physicians of the same specialty. It will frequently contract out its billing and accounts receivable.

4) Describe the characteristics of a large-group practice.

Answer: A large-group practice usually consists of 10 or more physicians and may be a specialized practice. It will typically handle its own billing and accounts receivable.

5) Name two examples of hospital corporations.

Answer: Hospital Corporation of America (HCA) and Tenet Health Care Corporation.

6) Define patient financial service.

Answer: All administrative and clinical functions that contribute to the capture, management, and collection of patient service revenue.

7) Describe the characteristics of a centralized billing office (CBO).

Answer: CBOs are businesses that contract with physicians to handle their claims and/or accounts receivable.

8) What are some of the major job responsibilities of a medical office assistant?

Answer: A medical office assistant may perform duties such as scheduling and confirming appointments; compiling and recording medical charts, reports, and correspondence; answering telephones; greeting patients; and directing patients and visitors to appropriate staff.

9) What are some of the major job responsibilities of a registered health information technician (RHIT)?

Answer: Some of the major job responsibilities of an RHIT include compiling, processing, and maintaining medical records in a manner consistent with medical, administrative, ethical, legal, and regulatory requirements.

10) Describe some of the benefits of professional memberships.

Answer: Memberships can help you stay current in your field. They can offer information about upcoming conferences and professional development opportunities. Contacting someone in your field about possible employment as a fellow member of the association may open a door.