



# TEXAS DEPARTMENT OF INSURANCE

## Division of Workers' Compensation - Medical Fee Dispute Resolution (MS-48)

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### MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

#### GENERAL INFORMATION

**Requestor Name**

Apria Healthcare

**Respondent Name**

Texas Mutual Insurance Co

**MFDR Tracking Number**

M4-15-3404-01

**Carrier's Austin Representative**

Box Number 54

**MFDR Date Received**

June 15, 2015

#### REQUESTOR'S POSITION SUMMARY

**Requestor's Position Summary:** "We were not told that the threshold amount was cumulative. Apria was given misleading information and is contesting the no auth denial for these claims."

**Amount in Dispute:** \$574.65

#### RESPONDENT'S POSITION SUMMARY

**Respondent's Position Summary:** "The cumulative billed charges exceed the \$500.00 preauthorization threshold. Texas Mutual has no record of preauthorizing dates 7/22/14, 9/22/14, 10/22/14 and 11/22/14. No payment is due."

**Response Submitted by:** Texas Mutual Insurance Company

#### SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
June 22, 2014 through November 22, 2014	E1240	\$574.65	\$0.00

#### FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and applicable rules of the Texas Department of Insurance, Division of Workers' Compensation.

**Background**

- 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 28 Texas Administrative Code §134.600 sets out the guidelines for prospective and concurrent review of health care.
- The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - P12 – Workers' compensation jurisdictional fee schedule adjustment
  - 197 – Precertification/authorization/notification absent

**Issues**

- 1. Are the insurance carrier’s reasons for denial or reduction of payment supported?
- 2. Is the requestor entitled to additional reimbursement?

**Findings**

- 1. The insurance carrier denied disputed services with claim adjustment reason code 197 – Precertification/authorization/notification absent.” 28 Texas Administrative Code §134.600(p) states, “Non-emergency health care requiring preauthorization includes: (9) all durable medical equipment (DME) in excess of \$500 billed charges per item (either purchase or expected cumulative rental);”

Review of the submitted information finds that the combined rental charges were \$1,528.80. The insurance carrier’s denial reason is supported. Additional reimbursement cannot be recommended.

- 2. 28 Texas Administrative Code §134.600 (c) states, The insurance carrier is liable for all reasonable and necessary medical costs relating to the health care:

(1) listed in subsection (p) or (q) of this section only when the following situations occur:

- (A) an emergency, as defined in Chapter 133 of this title (relating to General Medical Provisions);
- (B) preauthorization of any health care listed in subsection (p) of this section that was approved prior to providing the health care;
- (C) concurrent utilization review of any health care listed in subsection (q) of this section that was approved prior to providing the health care; or
- (D) when ordered by the commissioner;

Based on the above, the Division finds the carrier is not liable for the services in dispute.

**Conclusion**

For the reasons stated above, the Division finds that the requestor has not established that additional reimbursement is due. As a result, the amount ordered is \$0.00.

***ORDER***

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code §413.031, the Division has determined that the requestor is entitled to \$0.00 reimbursement for the disputed services.

**Authorized Signature**

Signature	Medical Fee Dispute Resolution Officer	July 16, 2015 Date
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### ***YOUR RIGHT TO APPEAL***

Either party to this medical fee dispute has a right to seek review of this decision in accordance with 28 Texas Administrative Code §133.307, 37 *Texas Register* 3833, applicable to disputes filed on or after June 1, 2012.

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the Division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the Division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MFDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the *Medical Fee Dispute Resolution Findings and Decision*** together with any other required information specified in 28 Texas Administrative Code §141.1(d).

**Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.**