



# 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**

Austin Pain Associates

**Respondent Name**

Texas Mutual Insurance

**MFDR Tracking Number**

M4-16-0280-01

**Carrier's Austin Representative**

Box Number 54

**MFDR Date Received**

October 1, 2015

#### REQUESTOR'S POSITION SUMMARY

**Requestor's Position Summary:** "Please note our office performs a quantitative and qualitative analysis, to ensure patient compliance with the plan of treatment and patient safety."

**Amount in Dispute:** \$1,963.00

#### RESPONDENT'S POSITION SUMMARY

**Respondent's Position Summary:** "This is a Network claim not eligible for dispute resolution."

**Response Submitted by:** Texas Mutual Insurance

#### SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
December 8, 2014	G0431, 82542, 82542-91, 82646, 82649, 83805, 83925, 83925 -91	\$1,963.00	\$488.16

#### 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 §134.203 sets out the reimbursement guidelines for professional medical services.
- Texas Insurance Code Sec. 1305.153 sets out out-of-network provider reimbursement.
- Texas Insurance Code Sec. 1305.006 sets out the liability of insurance carriers for out-of-network healthcare.
- 28 Texas Administrative Code §133.210 sets out the documents required to be filed with medical bills during the medical billing process.
- 28 Texas Administrative Code §137.100 details concepts of disability management.
- 28 Texas Administrative Code Part 1, Chapter 19, Subchapter U sets out the requirements for utilization

review of health care provided under Texas workers' compensation insurance coverage.

8. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - 16 – Claim/service lacks information or has submission/billing error(s)
  - 18 – Exact duplicate claim/service
  - 225 – The submitted documentation does not support the service being billed
  - 758 – ODG documentation requirements for urine drug testing have not been met
  - 193 – Original payment decision is being maintained
  - W3 – In accordance with TDI-DWC Rule 134.804, this bill has been identified as a request for reconsideration or appeal
  - 724 – No additional payment after a reconsideration of services
  - 736 – Duplicate appeal network contract applied by Texas Star Network

### **Issues**

1. Is this a network claim?
2. Were the services in dispute recommended under the division's treatment guidelines?
3. Did the requestor meet division documentation requirements?
4. Did the carrier appropriately request additional documentation?
5. Did the carrier appropriately deny the level of services being billed?
6. Were Medicare policies met?
7. Is reimbursement due?

### **Findings**

1. The carrier states in their position statement, "This is a Network claim not eligible for dispute resolution." Review of the submitted documentation finds document from Coventry Worker's Comp Services dated May 23, 2014 that states, "The extent of treatment to be provided as the approved out-of-network provider is limited to the referral consultation and/or services not available within the network. Additional services required must be referred to a network participating provider or facility. This approval will be in effect for one-year from the date of this letter..."

Texas Insurance Code, §1305.006 states in applicable portion, "An insurance carrier that establishes or contracts with a network is liable for the following out-of-network health care that is provided to an injured employee... (3) health care provided by an out-of-network provider pursuant to a referral from the injured employee's treating doctor that has been approved by the network pursuant to Section 1305.103." The insurance carrier's position is not supported as an out-of-network approval was obtained for the services in dispute.

Texas Insurance Code, Sec. §1305.153 (c) states, "Out-of-network providers who provide care as described by Section 1305.006 shall be reimbursed as provided by the Texas Workers' Compensation Act and applicable rules of the commissioner of workers' compensation." The services in dispute will be reviewed per applicable rules and fee guidelines.

2. Per 28 Texas Administrative Code (TAC) §137.100 (a) states, in pertinent part, that "Health care providers shall provide treatment in accordance with the current edition of the *Official Disability Guidelines - Treatment in Workers' Comp...*" Review of the December 2014 ODG pain chapter under the "Drug testing" and "procedure description finds that drug testing is "Recommended as an option..." Furthermore, ODG refers to procedure description "Urine Drug Testing (UDT)" where UDTs are described as "Recommended as a tool to monitor adherence to use of controlled substance treatment, to identify misuse (both before and during treatment), and as an adjunct to self-report of drug use." The division concludes that the services were provided in accordance with the division's treatment guidelines; that the services are presumed reasonable pursuant to 28 TAC §137.100(c), and Labor Code §413.017; and are also presumed to be health care reasonably required as defined by Labor Code §401.011(22-a).

3. The respondent's claim adjustment code 758 states that "ODG documentation requirements for urine drug testing have not been met." Documentation requirements for the services provided are not established by

ODG, rather, documentation requirements are established by 28 TAC §133.210 which describes the documentation required to be submitted with a medical bill. 28 TAC §133.210 does not require documentation to be submitted with the medical bill for the services in dispute. The carrier's denial reason is not supported.

4. The carrier denied payment, in part, with claim adjustment code 225 citing that the documentation does not support the service billed, and that the carrier would "...re-evaluate this upon receipt of clarifying information." Similarly, in its response to this medical fee dispute, the carrier cites the lack of clarifying information and/or documentation as a reason for denial of payment. The process for a carrier's request of documentation not otherwise required by 28 TAC 133.210 is detailed in section (d) of that section as follows: "Any request by the insurance carrier for additional documentation to process a medical bill shall:
  - (1) be in writing;
  - (2) be specific to the bill or the bill's related episode of care;
  - (3) describe with specificity the clinical and other information to be included in the response;
  - (4) be relevant and necessary for the resolution of the bill;
  - (5) be for information that is contained in or in the process of being incorporated into the injured employee's medical or billing record maintained by the health care provider;
  - (6) indicate the specific reason for which the insurance carrier is requesting the information; and
  - (7) include a copy of the medical bill for which the insurance carrier is requesting the additional documentation."

No documentation was found to support that the carrier made an appropriate request for additional documentation during the billing process with the specificity required by rule. The division concludes that carrier failed to meet the requirements of 28 TAC 133.210(d).

5. Health care provided in accordance with the ODG is presumed reasonable as specified in (c) of Rule §137.100. Section (e) of that same rule allows for the insurance carrier to retrospectively review reasonableness and medical necessity:

"An insurance carrier may retrospectively review, and if appropriate, deny payment for treatments and services not preauthorized under subsection (d) of this section when the insurance carrier asserts that health care provided within the Division treatment guidelines is not reasonably required. The assertion must be supported by documentation of evidence-based medicine that outweighs the presumption of reasonableness established by Labor Code §413.017."

28 Texas Administrative Code Part 1, Chapter 19, Subchapter U sets out the requirements for utilization review of health care provided under Texas workers' compensation insurance coverage. Applicable 28 TAC §19.2003 (b)(31) defines retrospective review as "A form of utilization review for health care services that have been provided to an injured employee." No documentation was found to support that the insurance carrier retrospectively reviewed the reasonableness and medical necessity of the service in dispute pursuant to the minimal requirements of Chapter 19, subchapter U as required. The insurance carrier failed to follow the appropriate administrative process and remedy in order to address its assertions regarding appropriateness of care and medical necessity.

6. 28 Texas Administrative Code §134.203 (b) requires that For coding, billing, reporting, and reimbursement of professional medical services, Texas workers' compensation system participants shall apply the following:
  - (1) Medicare payment policies, including its coding; billing; correct coding initiatives (CCI) edits; modifiers; bonus payments for health professional shortage areas (HPSAs) and physician scarcity areas (PSAs); and other payment policies in effect on the date a service is provided with any additions or exceptions in the rules.

The requestor seeks reimbursement for CPT Code 82542 defined by the AMA CPT Code book as "Column chromatography/mass spectrometry."

- The requestor billed CPT Code 82542-91 x 14 units, and 82542 x 1 for a total of 15 units billed on multiple claim lines.

The CMS Medically Unlikely Edits listing found at <https://www.cms.gov/Medicare/Coding/NationalCorrectCodInitEd/MUE.html> finds that CPT Code 82542 is billed with a maximum of 6 units. As a result, additional reimbursement can only be recommended for 6 units of this service.

28 Texas Administrative Code §134.203 (e) states:

The MAR for pathology and laboratory services not addressed in subsection (c)(1) of this section or in other Division rules shall be determined as follows:

- (1) 125 percent of the fee listed for the code in the Medicare Clinical Fee Schedule for the technical component of the service; and,
- (2) 45 percent of the Division established MAR for the code derived in paragraph (1) of this subsection for the professional component of the service.

CMS payment policy files identify those clinical laboratory codes which contain a professional component, and those which are considered technical only. The codes in dispute are not identified by CMS as having a possible professional component, for that reason, the MAR is determined solely pursuant to 28 TAC §134.203(e)(1). The maximum allowable reimbursement (MAR) for the services in dispute is 125% of the fee listed for the codes in the 2014 Clinical Diagnostic Laboratory Fee Schedule found on the Centers for Medicare and Medicaid Services website at <http://www.cms.gov>. The total MAR is calculated as follows:

G0431 – Allowable  $\$75.82 \times 125\% = \$94.78$   
82542 – Allowable  $\$24.63 \times 125\% = \$30.79 \times 6 \text{ units (see above)} = \$184.74$   
82646 – Allowable  $\$28.17 \times 125\% = \$35.21$   
82649 – Allowable  $\$35.07 \times 125\% = \$43.84$   
83805 – Allowable  $\$24.04 \times 125\% = \$30.05$   
83925 – Allowable  $\$26.54 \times 125\% = \$33.18 \times 3 \text{ units} = \$99.54$

The total allowable for the services in dispute is \$488.16. This amount is recommended.

7. The total recommended payment for the services in dispute is \$488.16. This amount less the amount previously paid by the insurance carrier of \$0.00 leaves an amount due to the requestor of \$488.16. This amount is recommended.

### **Conclusion**

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$488.16.

### ***ORDER***

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code Sections 413.031 and 413.019 (if applicable), the Division has determined that the requestor is entitled to additional reimbursement for the services involved in this dispute. The Division hereby ORDERS the respondent to remit to the requestor the amount of \$488.16 plus applicable accrued interest per 28 Texas Administrative Code §134.130 due within 30 days of receipt of this Order.

### **Authorized Signature**

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Medical Fee Dispute Resolution Officer

\_\_\_\_\_  
November 30, 2015  
Date

### ***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.**