

TEXAS DEPARTMENT OF INSURANCE

Division of Workers' Compensation - Medical Fee Dispute Resolution (MS-48) 7551 Metro Center Drive, Suite 100, Austin, Texas 78744-1645 (512) 804-4000 | F: (512) 804-4811 | (800) 252-7031 | TDI.texas.gov | @TexasTDI

MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

<u>Requestor Name</u> Texas Health Fort Worth Respondent Name

Service Lloyds Insurance Co

MFDR Tracking Number

M4-18-4213-01

Carrier's Austin Representative

Box Number 1

MFDR Date Received

July 3, 2018

REQUESTOR'S POSITION SUMMARY

<u>Requestor's Position Summary</u>: "...payment for services provided to the above referenced patient does not comply with Chapters 134.403 and 134.404 of Texas Administrative Code."

Amount in Dispute: \$30.68

RESPONDENT'S POSITION SUMMARY

<u>Respondent's Position Summary</u>: "The original review had the Texas fee schedule applied for correct reimbursement. There was a PPO discount taken from Prime Health for the additional \$31.46 taken off of the total allowed amount. We are upholding our original review."

Response Submitted by: Mitchell International, Inc

SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
December 27, 2017	99283	\$30.68	\$30.68

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

- 1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 2. 28 Texas Administrative Code §134.403 sets out the acute care hospital fee guideline for outpatient services.
- 3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
 - P12 Workers compensation jurisdictional fee schedule adjustment
 - 370 This hospital outpatient allowance was calculated according to the APC rate, plus a markup

- 45 Charge exceeds fee schedule/maximum allowable or contracted/legislated fee arrangement usage: this adjustment amount cannot equal this total service or claim charge amount and must not duplicate provider adjustment amounts (payments and contractual)
- PP1 Pricing applied via Prime Health Services

<u>Issues</u>

- 1. Are the insurance carrier's reasons for reduction of payment supported?
- 2. What is the applicable rule for determining reimbursement for the disputed services?
- 3. Is the requestor entitled to additional reimbursement?

Findings

 The requestor is seeking \$30.68 for Code 99283 rendered on December 27, 2017. The insurance carrier reduced the disputed services with claim adjustment reason code 45 – "Charge exceeds fee schedule/maximum allowable or contracted/legislated fee arrangement" and PP1 – "Pricing applied via Prime Health Services."

Although Prime Health Services Inc. is listed as a certified network on the Division's webpage, the carrier did not provide convincing evidence that the injured employee is enrolled in this network, nor did the carrier provide documentation to support that the requestor is contracted with Prime Health.

The Division concludes that the carrier failed to support its reasons for reduction of payment. Therefore, the service in dispute will be reviewed per applicable Division fee guideline.

- 28 Texas Administrative Code §134.403(f)(1) requires that the sum of the Medicare facility specific amount and any applicable outlier payment be multiplied by 200 percent, unless a facility or surgical implant provider requests separate payment of implantables but, as implantables were not part of the services rendered, Code 99283 will be calculated as follows:
 - Procedure code 99283 has status indicator J2, denoting outpatient visits (subject to comprehensive packaging if 8 or more hours observation billed) but as no observation hours were provided, the requirements for comprehensive packaging are not met. This code is assigned APC 5023. The OPPS Addendum A rate is \$201.25, multiplied by 60% for an unadjusted labor amount of \$120.75, in turn multiplied by the facility wage index of 0.9636 for an adjusted labor amount of \$116.35. The non-labor portion is 40% of the APC rate, or \$80.50. The sum of the labor and non-labor portions is \$196.85. The Medicare facility specific amount of \$196.85 is multiplied by 200% for a MAR of \$393.70.
- 3. The total recommended reimbursement for the disputed services is \$393.70. The insurance carrier paid \$361.81. The requestor is seeking additional reimbursement of \$30.68. 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 \$30.68.

ORDER

Based on the submitted information, pursuant to Texas Labor Code Section 413.031 and 413.019 (if applicable), the division has determined the requestor is entitled to additional reimbursement for the disputed services. The division hereby ORDERS the respondent to remit to the requestor \$30.68 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this order.

Authorized Signature

YOUR RIGHT TO APPEAL

Either party to this medical fee dispute has a right to seek review of this decision in accordance with Rule §133.307, effective May 31, 2012, *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. **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.