# MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

## **GENERAL INFORMATION**

<u>Requestor Name</u> <u>Respondent Name</u>

DALLAS TESTING, INC NORTH RIVER INSURANCE CO

MFDR Tracking Number Carrier's Austin Representative

M4-19-0725-01 Box Number 53

**MFDR Date Received** 

OCTOBER 10, 2018

# **REQUESTOR'S POSITION SUMMARY**

**Requestor's Position Summary:** "The above date of service was not paid and has been returned due to reason: 'Workers Compensation State Fee Schedule Adjustment.' This is incorrect. The fee schedule allows for \$94.67 to be charged for physical therapy re evaluation."

**Amount in Dispute:** \$5.32

## **RESPONDENT'S POSITION SUMMARY**

**Respondent's Position Summary:** The respondent did not submit a response to this request for medical fee dispute resolution.

## SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
January 4, 2018	CPT Code 97164-GP	\$5.32	\$5.32
	CPT Code G8978-GP-CH	0.00	\$0.00
	CPT Code G8980-GP-CH	\$0.00	\$0.00
TOTAL		\$5.32	\$5.32

## 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, effective May 31, 2012 sets out the procedures for resolving medical fee disputes.
- 2. 28 Texas Administrative Code §134.203, effective March 1, 2008, sets out the reimbursement guidelines for

professional services.

- 3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - P12-Workers compensation jurisdictional fee schedule adjustment.
  - CH-0 percent impaired, limited or restricted.
  - GP-Service delivered under OP PT care plan.
  - R25-Procedure billing restricted/see state regulations
  - CJ-At least 20% but < 40% impaired/limited/restricted</li>

#### Issues

- 1. What is the applicable fee guideline for professional services?
- 2. Is the requestor entitled to additional reimbursement?

## **Findings**

- 1. The fee guidelines for disputed services is found at 28 Texas Administrative Code §134.203.
- 2. On the disputed dates of service, the requestor billed CPT codes 97164-GP, G8978-GP-CJ and G8980-GP-CH. Only CPT code 97164-GP is in dispute.

According to the explanation of benefits, the respondent paid \$89.35 for CPT code 97164-GP based upon the fee guideline. The requestor contends that an additional payment of \$5.32 is due.

Per 28 Texas Administrative Code §134.203(a)(5), "Medicare payment policies" when used in this section, shall mean reimbursement methodologies, models, and values or weights including its coding, billing, and reporting payment policies as set forth in the Centers for Medicare and Medicaid Services (CMS) payment policies specific to Medicare."

CPT code 97164 is described as "Re-evaluation of physical therapy established plan of care, requiring these components: An examination including a review of history and use of standardized tests and measures is required; and Revised plan of care using a standardized patient assessment instrument and/or measurable assessment of functional outcome Typically, 20 minutes are spent face-to-face with the patient and/or family."

GP modifier is described as "Services delivered under an outpatient physical therapy plan of care."

Per 28 Texas Administrative Code §134.203(c)(1)(2), "To determine the MAR for professional services, system participants shall apply the Medicare payment policies with minimal modifications.

- (1) For service categories of Evaluation & Management, General Medicine, Physical Medicine and Rehabilitation, Radiology, Pathology, Anesthesia, and Surgery when performed in an office setting, the established conversion factor to be applied is \$52.83. For Surgery when performed in a facility setting, the established conversion factor to be applied is \$66.32.
- (2) The conversion factors listed in paragraph (1) of this subsection shall be the conversion factors for calendar year 2008. Subsequent year's conversion factors shall be determined by applying the annual percentage adjustment of the Medicare Economic Index (MEI) to the previous year's conversion factors, and shall be effective January 1st of the new calendar year. The following hypothetical example illustrates this annual adjustment activity if the Division had been using this MEI annual percentage adjustment: The 2006 Division conversion factor of \$50.83 (with the exception of surgery) would have been multiplied by the 2007 MEI annual percentage increase of 2.1 percent, resulting in the \$51.90 (with the exception of surgery) Division conversion factor in 2007."

To determine the MAR the following formula is used: (DWC Conversion Factor/Medicare Conversion Factor) X Participating Amount = Maximum Allowable Reimbursement (MAR).

Review of Box 32 on the CMS-1500 the services were rendered in zip code 75211, which is in Dallas, Texas; therefore, the Medicare participating amount is based on locality "Dallas, Texas".

The 2018 DWC conversion factor for this service is 58.31.

The Medicare conversion factor is 35.9996.

The Medicare participating amount for code 97164 in Dallas, TX is \$58.45.

Using the above formula, the Division finds the MAR is \$94.67. The respondent paid \$89.35. The requestor is due the difference of \$5.32.

## 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 \$5.32.

## **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 \$5.32 plus applicable accrued interest per 28 Texas Administrative Code \$134.130, due within 30 days of receipt of this Order.

# **Authorized Signature**

		11/13/2018
Signature	Medical Fee Dispute Resolution Officer	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.