

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

Requestor Name TEXAS HEALTH OF PLANO <u>Respondent Name</u>

OLD REPUBLIC GENERAL INSURANCE CORP.

MFDR Tracking Number

M4-19-3467-01

<u>Carrier's Austin Representative</u> Box Number 44

#### MFDR Date Received

March 18, 2019

## REQUESTOR'S POSITION SUMMARY

<u>Requestor's Position Summary</u>: "Incorrect DRG Rate ... Per the FY 2018 Inpatient Prospective Payment System (IPPS) Payment Results the expected amount based of the IPPS calculations of DRG code 131 equals \$23,276.45." Amount in Dispute: \$71.45

RESPONDENT'S POSITION SUMMARY

<u>Respondent's Position Summary</u>: "we have escalated the bills in question for manual review to determine if additional monies are owed."

Response Submitted by: Gallagher Bassett

## SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Dispute Amount	Amount Due
June 26, 2018 to June 28, 2018	Inpatient Hospital Services	\$71.45	\$0.00

## FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and 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 §134.404 sets out the hospital facility fee guideline for inpatient services.
- 3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - 94 Processed in excess of charges.
  - 97 The benefit for this service is included in the payment/allowance for another service/procedure that has already been adjudicated.
  - P12 Reimbursement has been calculated according to the state fee schedule guidelines.
  - W3 Additional payment made on appeal/reconsideration.
  - 193 Original payment decision is being maintained. Upon review, it was determined that this claim was processed properly.
  - 16 Claim/service lacks information or has submission/billing error(s) which is needed for adjudication.

### <u>Issues</u>

Is the requestor entitled to additional payment?

### **Findings**

This dispute regards inpatient services with payment subject to the *Hospital Facility Fee Guideline—Inpatient*, Rule §134.404, requiring the maximum allowable reimbursement (MAR) to be the Medicare facility specific amount (including outlier payments) applying Medicare Inpatient Prospective Payment System (IPPS) formulas and factors published in the Federal Register, with modifications set out in the rule. Medicare IPPS formulas and factors are available from the Centers for Medicare and Medicaid Services at <a href="http://www.cms.gov">http://www.cms.gov</a>.

Separate reimbursement for implantables was not requested; accordingly, Rule §134.404(f)(1)(A) requires that for these services the Medicare facility specific amount, including any outlier payment, be multiplied by 143%.

Review of the submitted medical bill and supporting documentation finds the assigned DRG code to be 131. The service location is Plano, Texas. Based on DRG code, service location, and bill-specific information, the Medicare facility specific amount is \$16,227.26. This amount multiplied by 143% results in a MAR of \$23,204.98.

The division notes the requestor submitted a printout of the Medicare IPPS pricer payment results screen showing that the Medicare facility reimbursement should have been \$16,277.24. However, the division notes that printout indicates the provider was using version C18.1 of the Medicare pricer for 2018. The current version of the pricer is C18.2, which includes the most recent Medicare policy updates and corrections. The division used Medicare pricer C18.2 in calculating the Medicare facility specific amount to arrive at \$16,227.26, multiplied by 143% is \$23,204.98.

The total recommended payment for the disputed services is \$23,204.98. The insurance carrier paid \$23,205.00. The amount due is \$0.00. No additional payment is recommended.

#### **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 on the submitted information, pursuant to Texas Labor Code Section 413.031, the division hereby determines the requestor is entitled to \$0.00 additional reimbursement for the services in dispute. <u>Authorized Signature</u>

Signature

Grayson Richardson Medical Fee Dispute Resolution Officer April 12, 2019

## 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.

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 form's instructions. The division must receive the request within twenty days of your receipt of this decision. The request may be faxed, mailed or personally delivered either to the division, using the contact information listed on the form, or to the field office handling the claim.

The party seeking review must deliver a copy of the request to all parties involved in the dispute at the same time the request is filed. Include a copy of this *Medical Fee Dispute Resolution Findings and Decision* together with any other information required by 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.