

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**

Respondent Name

HARTFORD CASUALTY INSURANCE COMPANY

#### MFDR Tracking Number

M4-19-3809-01

**Requestor Name** 

**TEXAS HEALTH HEB** 

# Carrier's Austin Representative

Box Number 47

#### MFDR Date Received

April 15, 2019

Response Submitted By

The Hartford

## **REQUESTOR'S POSITION SUMMARY**

"Underpaid/Denied Physical Therapy Rate"

## **RESPONDENT'S POSITION SUMMARY**

"These services are processed using Medicare's Physician Fee Schedule rate."

## SUMMARY OF DISPUTE

Dates of Service	Disputed Services	Dispute Amount	Amount Due
November 6, 2018 to November 29, 2018	Outpatient Physical Therapy	\$116.55	\$0.00

## AUTHORITY

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 §134.403 sets out the hospital facility fee guideline for outpatient services.
- 3. 28 Texas Administrative Code §134.203 sets out the fee guideline for professional medical services.
- 4. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - 119 BENEFIT MAXIMUM FOR THIS TIME PERIOD OR OCCURRENCE HAS BEEN REACHED
  - 163 THE CHARGE FOR THIS PROCEDURE EXCEEDS THE UNIT VALUE AND/OR MULTIPLE PROCEDURE RULES
  - 170 REIMBURSEMENT IS BASED ON THE OUTPATIENT/INPATIENT FEE SCHEDULE.
  - P12 WORKERS' COMPENSATION JURISDICTIONAL FEE SCHEDULE ADJUSTMENT.
  - 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.
  - 1115 WE FIND THE ORIGINAL REVIEW TO BE ACCURATE AND ARE UNABLE TO RECOMMEND ANY ADDITIONAL ALLOWANCE

#### <u>Issues</u>

Is the requestor entitled to additional reimbursement?

#### **Findings**

This dispute regards outpatient physical therapy services not paid under Medicare's Outpatient Prospective Payment System but using Medicare's Physician Fee Schedule. DWC *Hospital Fee Guideline* Rule §134.403(h)

requires use of the fee guideline applicable to the code on the date provided if Medicare reimburses using other fee schedules. DWC *Professional Fee Guideline* Rule §134.203(c) requires the maximum allowable reimbursement (MAR) be determined by applying Medicare payment policies modified by DWC rules. The MAR is the sum of the geographically adjusted work, practice expense and malpractice values multiplied by a DWC conversion factor.

When more than one unit is billed of therapy services designated by multiple-procedure payment indicator '5', Medicare policy requires the first unit of therapy with the highest practice expense for that day be paid in full. Payment is reduced by 50% of the practice expense (PE) for each extra therapy unit provided on that date. Reimbursement is calculated as follows:

- Procedure code 97140 (November 6, November 8, November 13, November 15, November 20, November 27, and November 29, 2018) has a Work RVU of 0.43 multiplied by the Work GPCI of 1.007 is 0.43301. The practice expense RVU of 0.35 multiplied by the PE GPCI of 0.986 is 0.3451. The malpractice RVU of 0.01 multiplied by the malpractice GPCI of 0.747 is 0.00747. The sum is 0.78558 multiplied by the DWC conversion factor of \$58.31 for a MAR of \$45.81. Payment is reduced by 50% of the practice expense for each extra therapy unit after the first unit of the code with the highest PE for each date. The PE for this code is not the highest billed for these dates. The PE reduced rate is \$35.75, for 7 visits is \$250.25.
- Procedure code G0283 (November 6, November 8, November 13, November 15, November 20, November 27, and November 29, 2018) has a Work RVU of 0.18 multiplied by the Work GPCI of 1.007 is 0.18126. The practice expense RVU of 0.23 multiplied by the PE GPCI of 0.986 is 0.22678. The malpractice RVU of 0.01 multiplied by the malpractice GPCI of 0.747 is 0.00747. The sum is 0.41551 multiplied by the DWC conversion factor of \$58.31 for a MAR of \$24.23. Payment is reduced by 50% of the practice expense for each extra therapy unit after the first unit of the code with the highest PE for each date. The PE for this code is not the highest billed for these dates. The PE reduced rate is \$17.62, for 7 visits is \$123.34.

The total allowable reimbursement for the disputed services is \$373.59. The insurance carrier paid \$373.59. The amount due is \$0.00. No additional payment is recommended.

## **Conclusion**

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

## ORDER

In accordance with Texas Labor Code §413.031, based on the information submitted for review, the division hereby determines the requestor is entitled to \$0.00 additional reimbursement for the services in dispute.

#### **Authorized Signature**

Signature

Grayson Richardson
Medical Fee Dispute Resolution Officer

May 10, 2019 Date

## 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 other 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.