MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

Requestor Name

BAYLOR SURGICARE AT OAKMONT

GREAT AMERICAN ALLIANCE INSURANCE CO

MFDR Tracking Number

M4-19-5335-01

Carrier's Austin Representative

Box Number 19

Respondent Name

MFDR Date Received

AUGUST 27, 2019

REQUESTOR'S POSITION SUMMARY

"Based on this fee schedule, the correct amount due for these services is \$2,446.30."

Amount in Dispute: \$1,576.20

RESPONDENT'S POSITION SUMMARY

"It is the carrier's position that the reimbursement as identified on those EOBs is consistent with Medical Fee Guidelines. The provider is not entitled to any additional reimbursement."

Response Submitted by: Flahive, Ogden & Latson

SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
August 29, 2018	Ambulatory Surgical Care Services CPT Code 20680	\$1,576.20	\$1,576.17

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 (DWC).

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 §134.402, effective August 31, 2008, sets out the reimbursement guidelines for ambulatory surgical care services.
- 3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
 - P12-Workers' compensation state fee schedule adjustment
 - 375-Re-evaluation: Upon further review, an additional allowance is warranted.
 - 95-Plan procedures not followed.

• W3-In accordance with TDI-DWC rule 134.804, this bill has been identified as a request for reconsideration or appeal.

<u>Issues</u>

Is the requestor entitled to additional reimbursement for ASC services rendered on August 29, 2018?

Findings

- 1. Baylor Surgicare at Oakmont (requestor) is seeking medical fee dispute resolution in the amount of \$1,576.20 for ASC services, CPT code 20680, rendered to the injured employee on August 29, 2018. Great American Alliance Insurance Co. (respondent) paid \$870.10 for code 20680 based upon the fee guideline.
- 2. The fee guidelines for disputed services is found in 28 TAC §134.402.
- 3. 28 TAC §134.402(b) (6) states,

Definitions for words and terms, when used in this section, shall have the following meanings, unless clearly indicated otherwise. "Medicare payment policy' means 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.

4. 28 TAC §134.402(d) states,

For coding, billing, and reporting, of facility services covered in this rule, Texas workers' compensation system participants shall apply the Medicare payment policies in effect on the date a service is provided with any additions or exceptions specified in this section, including the following paragraphs.

5. Per ADDENDUM AA, CPT code 26080 is a non-device intensive procedure.

28 TAC §134.402(f)(1)(B) states,

The reimbursement calculation used for establishing the MAR shall be the Medicare ASC reimbursement amount determined by applying the most recently adopted and effective Medicare Payment System Policies for Services Furnished in Ambulatory Surgical Centers and Outpatient Prospective Payment System reimbursement formula and factors as published annually in the Federal Register. Reimbursement shall be based on the fully implemented payment amount as in ADDENDUM AA, ASC COVERED SURGICAL PROCEDURES FOR CY 2008, published in the November 27, 2007 publication of the Federal Register, or its successor. The following minimal modifications apply: (1) Reimbursement for non-device intensive procedures shall be: A) The Medicare ASC facility reimbursement amount multiplied by 235 percent.

The following formula was used to calculate the MAR:

Per Addendum AA, the Medicare ASC reimbursement rate for code 20680 for CY 2018 is \$1,062.77. This number is divided by 2 = \$531.38.

This number multiplied by the City Wage Index for Fort Worth, TX of 0.9590= \$509.59. The sum of these two is the geographically adjusted Medicare ASC reimbursement =\$1,040.97. Multiply this number by DWC payment adjustment of 235% = \$2,446.27.

The insurance carrier paid \$870.10. As a result, additional reimbursement of \$1,576.17 is recommended.

Conclusion

Authorized Signature

For the reasons stated above, the DWC finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$1,576.17.

ORDER

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code §413.031, the DWC has determined that the requestor is entitled to \$1,576.17 reimbursement for the services in dispute.

Authorized Signature			
		09/26/2019	
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 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 DWC within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the DWC 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.