



# 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 Plano

**Respondent Name**

Texas Mutual Insurance

**MFDR Tracking Number**

M4-20-1069-01

**Carrier's Austin Representative**

Box Number 54

**MFDR Date Received**

December 23, 2019

### REQUESTOR'S POSITION SUMMARY

**Requestor's Position Summary:** "Underpaid/denied APC."

**Amount in Dispute:** \$3,703.58

### RESPONDENT'S POSITION SUMMARY

**Respondent's Position Summary:** "In order to resolve this fee reimbursement dispute Texas Mutual Insurance Company has elected to reprocess and correct payment for 99285."

**Response Submitted by:** Texas Mutual Insurance

### SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
April 20-22, 2019	Outpatient Hospital Services	\$3,703.58	\$0.00

### 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**

- 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 28 Texas Administrative Code §134.403 sets out the reimbursement guidelines for outpatient hospital services.
- The insurance carrier reduced or denied the payment for the disputed services with the following claim adjustment codes:
  - P12 – Workers' compensation jurisdictional fee schedule adjustment
  - 97 – The benefit for this service is included in the payment/allowance for another service/procedure that has already been adjudicated
  - B15 – This service/procedure requires that a qualifying service/procedure be received and covered. The qualifying other service/procedure has not been received/adjudicated

## **Issues**

What is the applicable rule for determining reimbursement for the disputed services?

## **Findings**

The requestor is seeking additional reimbursement in the amount of \$3,703.58 for outpatient hospital services rendered April 20 -22, 2019. The insurance carrier reduced/denied the disputed services based on workers' compensation jurisdictional fee schedule.

28 TAC §134.403 (d) requires Texas workers' compensation system participants when coding, billing, reporting and reimbursement to apply Medicare payment policies in effect on the date of service.

The Medicare payment policy applicable to the services in dispute is found at [www.cms.gov](http://www.cms.gov), Claims processing Manual, Chapter 4, Section 10.1.1. Specifically, Payment Status Indicators.

The status indicator identifies whether the service described by the HCPCS code is paid under the OPPS and if so, whether payment is made separately or packaged.

Review of the submitted medical bill finds the following regarding the services in dispute;

- 99285 – When billed in combination with eight or more hours of observation this code has a Status Indicator of J2. Defined as Comprehensive APC payment for all covered Part B services on the claim is packaged into a single payment for specific combinations of services, except services with OPPS status indicator of "F", "G", "H", "L" and "U"; ambulance services; diagnostic and screening mammography; all preventive services; and certain Part B inpatient services.

This code is assigned APC 8011. The OPPS Addendum A rate is \$2,386.80, multiplied by 60% for an unadjusted labor amount of \$1,432.08, in turn multiplied by the facility wage index of 0.9736 for an adjusted labor amount of \$1,394.27. The non-labor portion is 40% of the APC rate, or \$954.72. The sum of the labor and non-labor portions is \$2,348.99. The Medicare facility specific amount of \$2,348.99 is multiplied by 200% for a MAR of \$4,697.98.

- 96361 – Status Indicator of S. Is packaged into comprehensive APC 8011
- 70450 – Status Indicator of Q3. Is packaged into comprehensive APC 8011
- 97161 - Status Indicator of A. Is packaged into comprehensive APC 8011
- 96375 – Status Indicator of S. Is packaged into comprehensive APC 8011

The total recommended reimbursement for the disputed services is \$4,697.98. The insurance carrier paid \$4,697.98 upon receipt of the request for MFDR. No additional payment is recommended.

## **Conclusion**

In resolving disputes over reimbursement for medically necessary health care to treat a compensable injury, the role of DWC is to adjudicate payment following Texas laws and DWC rules. The findings in this decision are based on the evidence available at the time of review. Even though not all the evidence was discussed, it was considered.

For the reasons above the requestor has not established payment 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.

Authorized Signature

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Medical Fee Dispute Resolution Officer

\_\_\_\_\_  
January 31, 2020  
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 DWC within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to 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 TAC §141.1(d).

**Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.**