MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

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

Texas Health Plano Travelers Indemnity Co

MFDR Tracking Number Carrier's Austin Representative

M4-20-1071-01 Box Number 05

MFDR Date Received

December 23, 2019

REQUESTOR'S POSITION SUMMARY

Requestor's Position Summary: "This request for reconsideration of adjusted and/or disputed amounts is due to DOS not paid."

Amount in Dispute: \$732.69

RESPONDENT'S POSITION SUMMARY

<u>Respondent's Position Summary</u>: "The Provider is not entitled to additional reimbursement for the disputed services."

Response Submitted by: The Travelers

SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount in Dispute	Amount Due
May 6, 2019	Outpatient Hospital Services	\$732.69	\$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

- 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 reimbursement guidelines for outpatient hospital services.
- 3. The insurance carrier reduced or denied the payment for the disputed services with the following claim adjustment codes:
 - 97 Payment adjusted because the benefit for this service is included in the payment/allowance for another service/procedure that has already been adjudicated
 - P12 Workers' compensation jurisdictional fee schedule adjustment

<u>Issues</u>

- 1. What is the applicable rule for determining reimbursement for the disputed services?
- 2. Is the requestor entitled to additional reimbursement?

Findings

- 1. The requestor is seeking additional reimbursement in the amount of \$732.69 for outpatient hospital services rendered in May 2019. The insurance carrier reduced/denied the disputed services based on workers' compensation jurisdictional fee schedule and bundled services.
 - 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, 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.
- 2. 28 TAC §134.403, (f) states the reimbursement calculation used for establishing the MAR shall be the Medicare facility specific amount determined by applying the most recently adopted and effective Medicare Outpatient Prospective Payment System (OPPS) reimbursement formula and factors as published annually in the *Federal Register*. The sum of the Medicare facility specific reimbursement amount shall be multiplied by 200 percent unless a facility or surgical implant provider requests separate reimbursement of implants.
 - Review of the submitted medical bill found a separate request for implants was not made.

The maximum allowable reimbursement of the disputed charges per the above rule is calculated as follows:

- Procedure codes 72125, 72131, and 70450 have status indicator Q3. These codes are assigned to
 composite APC 8005. The OPPS Addendum A rate is \$264.95, multiplied by 60% for an unadjusted labor
 amount of \$158.97, in turn multiplied by the facility wage index of 0.9736 for an adjusted labor amount
 of \$154.77.
 - The non-labor portion is 40% of the APC rate, or \$105.98. The sum of the labor and non-labor portions is \$260.75. The Medicare facility specific amount of \$260.75 is multiplied by 200% for a MAR of \$521.50.
- 28 TAC §134.403 (d) requires the application of Medicare payment policy regarding coding.
 Procedure code 96374 has a NCCI edit with code 96374. The health care provider included a "59" modifier to indicate a separate and distinct service.
 - Review of the submitted documentation does not support the intravenous injection was separate and distinct from the emergency room visit. No additional payment is recommended.
- 3. The total recommended reimbursement for the disputed services is \$1,230.82. The insurance carrier paid \$1,578.13. Additional payment is not 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 s	ervices in dispute
<u>Authorized Signature</u>		
		January 23, 2020
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 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.