# MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION					
Type of Requestor: () HCP () IE () IC			Response Timely Filed? () Yes () No		
Requestor's Name and Address The San Antonio Orthopaedic Surgery Center PO Box 34533 San Antonio, TX 78265			MDR Tracking No.: M4-05-0597-01		
			TWCC No.:		
			Injured Employee's Name:		
Respondent's Name and Address CMI Barron 613 Northwest Loop 410 #800 San Antonio, TX 78216			Date of Injury:		
			Employer's Name: Northside ISD		
			Insurance Carrier's No.: WC021146962		
PART II: SUMMARY OF DISPUTE AND FINDINGS					
Dates of Service CPT Code(s) or		Description	Amount in Dispute	Amount Due	
From	То			inount in Dispute	Amount Duc
05/24/04	05/24/04	29846 – Anthroscopy, wrist		\$6658.00	-0-
			r	Fotal Amount Due:	-0-

### PART III: REQUESTOR'S POSITION SUMMARY

The Carrier has not provided the proper payment exception code in this instance, which is in violation of the Texas Administrative Code. Carrier did not make "fair and reasonable" reimbursement and did not provide any documentation of a developed or consistently applied methodology, which was used in reducing payment for the treatment/service in question.

#### PART IV: RESPONDENT'S POSITION SUMMARY

The Commission charges carriers to develop a consistent methodology for fair and reasonable payment. The reimbursement of \$1,118 is what a hospital gets for a 1-day in-patient stay. An ASC should not be paid more than a hospital for a less intensive service. Respondent is providing 2 SOAH rulings, a position paper by Dr. Ron Luke of Forte, fee schedule data from CMS for the same or comparable procedure, and a letter to support that what was paid is fair and reasonable. In addition, please note that the procedure performed would be paid \$1,045.49 under the new MFG. This further supports that the amount paid was fair and reasonable.

### PART V: MEDICAL DISPUTE RESOLUTION REVIEW SUMMARY, METHODOLOGY, AND/OR EXPLANATION

This dispute relates to services provided in an Ambulatory Surgical Center that are not covered under a fee guideline for this date of service. Accordingly, the reimbursement determined through this dispute resolution process must reflect a fair and reasonable rate as directed by Commission Rule 134.1. This case involves a factual dispute about what is a fair and reasonable reimbursement for the services provided.

During the rule development process for facility guidelines, the Commission had contracted with Ingenix, a professional firm specializing in actuarial and health care information services, in order to secure data and information on reimbursement ranges for these types of services. The results of this analysis resulted in a recommended range for reimbursement for workers' compensation services provided in these facilities. In addition, we received information from both ASCs and insurance carriers in the recent rule revision process. While not controlling, we considered this information in order to find data related to commercial market payments for these services. This information provides a very good benchmark for determining the "fair and reasonable" reimbursement amount for the services in dispute.

To determine the amount due for this particular dispute, staff compared the procedures in this case to the amounts that would be within the reimbursement range recommended by the Ingenix study (from 213.3% - 290% of Medicare for 2004). Staff considered the other information submitted by the parties and the issues related to the specific procedures performed in this dispute. Based on this review, the original reimbursement on these services is within the low area of the Ingenix range. The decision for no additional reimbursement was then presented to a staff team with health care provider billing and insurance adjusting experience. This team considered the decision

and discussed the facts of the individual case.

Based on the facts of this situation, the parties' positions, the Ingenix range for applicable procedures, and the consensus of other experienced staff members in Medical Review, we find that no additional reimbursement is due for these services.

### PART VI: COMMISSION DECISION

Authorized Signature

Based upon the review of the disputed healthcare services, the Medical Review Division has determined that the requestor is not entitled to additional reimbursement.

Findings and Decision by:

07/19/05

Typed Name

Date of Order

## PART VII: YOUR RIGHT TO REQUEST A HEARING

Either party to this medical dispute may disagree with all or part of the Decision and has a right to request a hearing. A request for a hearing must be in writing and it must be received by the TWCC Chief Clerk of Proceedings/Appeals Clerk within 20 (twenty) days of your receipt of this decision (28 Texas Administrative Code § 148.3). This Decision was mailed to the health care provider and placed in the Austin Representatives box on \_\_\_\_\_19\_\_\_\_. This Decision is deemed received by you five days after it was mailed and the first working day after the date the Decision was placed in the Austin Representative's box (28) Texas Administrative Code § 102.5(d)). A request for a hearing should be sent to: Chief Clerk of Proceedings/Appeals Clerk, P.O. Box 17787, Austin, Texas, 78744 or faxed to (512) 804-4011. A copy of this Decision should be attached to the request.

The party appealing the Division's Decision shall deliver a copy of their written request for a hearing to the opposing party involved in the dispute.

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

## PART VIII: INSURANCE CARRIER DELIVERY CERTIFICATION

I hereby verify that I received a copy of this Decision in the Austin Representative's box.

Signature of Insurance Carrier: \_\_\_\_\_ Date: \_\_\_\_\_