# MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION	
<b>Type of Requestor:</b> (x) HCP () IE () IC	<b>Response Timely Filed?</b> (X) Yes () No
Requestor's Name and Address Texas Orthopedic Hospital C/O Hollaway & Gumbert	MDR Tracking No.: M4-05-2798-01
3701 Kirby Drive, Suite 1288 Houston, Texas 77098	TWCC No.:
	Injured Employee's Name:
Respondent's Name and Address TRAVELERS INDEMNITY CO OF CONNECTICUT	Date of Injury:
1501 S MO PAC EXPY STE A-320 CAPITOL STATION AUSTIN TX 78746-0000	Employer's Name:
	Insurance Carrier's No.: 900000349
Box 05	• • • • • • • • • • • • • • • • • • • •

## PART II: SUMMARY OF DISPUTE AND FINDINGS

Dates of Service		CPT Code(s) or Description	Amount in Dispute	Amount Due
From	То	Cr r Code(s) or Description	Amount in Dispute	Amount Due
12-15-03	12-19-03	Surgical Admission	\$30,072.24	\$0.00

### PART III: REQUESTOR'S POSITION SUMMARY

"TWCC Rule 134.401(c)(6) requires that claims with total audited charges exceeding \$40,000.00 be priced at the stop-loss rate of 75%. Rule 134.401(c)(6)(A)(v) stipulates those items, which may be audited".

## PART IV: RESPONDENT'S POSITION SUMMARY

In response to the TWCC-60 (#M4-05-2798-01) filed regarding \_\_\_\_, a review of the bill indicates that final action was taken based on the per diem charges. The surgical procedure went accordingly. It was not an unusual length of stay and it did not require the hospital to provide extensive treatment and/or unusual costly services.

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

This dispute relates to inpatient services provided in hospital setting with reimbursement subject to the provisions of Rule 134.401 (Acute Care Inpatient Hospital Fee Guideline). The hospital has requested additional reimbursement according to the stop-loss method contained in that rule. Rule 134.401(c)(6) establishes that the stop-loss method is to be used for "unusually costly services." The explanation that follows this paragraph indicates that in order to determine if "unusually costly services" were provided, the admission must not only exceed \$40,000 in total audited charges, but also involve "unusually extensive services."

After reviewing the documentation provided by the provider, it does **not** appear that this particular admission involved "unusually extensive services." Accordingly, the stop-loss method does not apply and the reimbursement is to be based on the per diem plus carve-out methodology described in the same rule.

The total length of stay for this admission was four (4) days (consisting of 4 days for surgical). Accordingly, the standard per diem amount due for this admission is equal to \$4,472.00 (4 times \$1,118.00) however, the requestor billed \$3,106.92. In addition, the hospital is entitled to additional reimbursement for (implantables/MRIs/CAT Scans/pharmaceuticals) as follows:

The requestor did not submit copies of invoices for implantables, therefore no reimbursement can be determined.

The carrier has reimbursed the provider \$9,171.93.  Considering the reimbursement amount calculated in accordance with the provisions of rule 134.401(c) compared with the amount previously paid by the insurance carrier, we find that no additional reimbursement is due for these services.				
PART VI: COMMISSION DECISION				
Based upon the review of the disputed he <b>not</b> entitled to additional reimbursement. Ordered by:		Division has determined that the requestor is		
	Debra L. Hewitt	03-15-05		
Authorized Signature	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 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 DELIV	ERY CERTIFICATION			
I hereby verify that I received a copy of t Signature of Insurance Carrier:		epresentative's box Date:		