

# 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 HCA Healthcare 6000 NW Parkway, Suite 124 San Antonio, TX 78254		MDR Tracking No.: M4-05-3381-01	
		TWCC No.:	
		Injured Employee's Name:	
Respondent's Name and Address Royal Indemnity Co./Rep. Box #: 11 P.O. Box 162443 Austin, TX 78716		Date of Injury:	
		Employer's Name: Color Spot Nurseries Inc.	
		Insurance Carrier's No.: 2-0068743800	

## PART II: SUMMARY OF DISPUTE AND FINDINGS

Dates of Service		CPT Code(s) or Description	Amount in Dispute	Amount Due
From	To			
5-22-04	5-30-04	Inpatient Hospitalization	\$24,722.20	\$3,448.22

## PART III: REQUESTOR'S POSITION SUMMARY

A position statement was not submitted. However, the Respondent's rationale on the Table of Disputed Services states, "Per Twcc guideline total charges exceed \$40K, therefore stoploss applies. Implants are not considered auditable charges".

## PART IV: RESPONDENT'S POSITION SUMMARY

A position statement was not submitted. However the carrier's representative submitted a letter dated January 20, 2005 stating "...Please direct all future correspondence regarding this Medical Dispute matter to the undersigned at Harris & Harris...".

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

This dispute relates to inpatient services provided in a hospital setting with reimbursement subject to the provisions of Rule 134.401 (Acute Care Inpatient Hospital Fee Guideline). In this particular admission, the principle diagnosis code was 952.09 related to trauma care for "Paralysis". Pursuant to Rule 134.401(c)(5), the reimbursement for the entire admission shall be paid at a fair and reasonable rate as neither the per diem method nor the stop loss method apply to this case.

Determining the "fair and reasonable" reimbursement can be difficult. In this case, it appears that neither the requestor nor the respondent have persuasively shown that their position represents the appropriate amount. Therefore, an alternate approach is needed to determine the reimbursement amount.

Based on the data contained in the Commission's medical billing database for dates of service in 2004, trauma admissions were reimbursed, on average, at 48.2% of the total charges (total payments divided by total charges). Applying this same formula to this specific case appears to be a sound method to determine the appropriate fair and reasonable reimbursement.

Accordingly, the health care provider is entitled to a total reimbursement amount of \$28,170.42. This was calculated by multiplying the total charges of \$58,444.86 by 48.2%.

Since the carrier has previously paid \$24,722.20, the health care provider is entitled to additional reimbursement in the amount of \$3,448.22.

## PART VI: COMMISSION DECISION

Based upon the review of the disputed healthcare services, the Medical Review Division has determined that the requestor is entitled to additional reimbursement in the amount of \$3,448.22. The Division hereby **ORDERS** the insurance carrier to remit this amount plus all accrued interest due at the time of payment to the Requestor within 20-days of receipt of this Order.

Ordered by:

Roy Lewis

4-25-05

Authorized Signature _____	Typed Name _____	Date of Order _____
<b>Decision by:</b>	Roy Lewis	04-25-05
Signature _____	Typed Name _____	Date of Decision _____

**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, 7551 Metro Center Drive, Suite #100, 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 en 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: \_\_\_\_\_