MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION				
Type of Requestor: (X) HCP () IE () IC	Response Timely Filed? () Yes (X) No			
Requestor	MDR Tracking No.: M4-05-3679-01			
Twelve Oaks Medical Center c/o Hollaway & Gumbert	TWCC No.:			
3701 Kirby Dr., Ste. 1288	Injured Employee's Name:			
Houston, TX 77098-3926				
Respondent	Date of Injury:			
Zurich American Insurance Co. Rep. Box # 19	Employer's Name:			
	Insurance Carrier's No.:			
	2620113273			

PART II: SUMMARY OF DISPUTE AND FINDINGS

Dates	of Service	CPT Code(s) or Description	Amount in Dispute	Amount Due
From	То	CIT Code(s) of Description	Amount in Dispute	Amount Duc
1-16-04	1-19-04	Inpatient Hospitalization	\$9,033.30	\$0.00

PART III: REQUESTOR'S POSITION SUMMARY

IC failed to pay per TWCC Rule 134.401 Acute Care Inpatient Hospital Fee Guideline and SOAH decision 453-04-3600.M4...Per TWCC Rule 134.401(c)(6)...claim pays @ 75% of total charges as charges exceed \$40,000.00 stop-loss threshold. IC further failed to audit according to TWCC Rule 134.401(C)(6)(A)(v).

PART IV: RESPONDENT'S POSITION SUMMARY

We agree with CorVel's review and request the Medical Review Division to find the amount reimbursed to be fair and reasonable and the requestor is due no more monies for these dates of service.

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 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 both parties, 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 3 days (consisting of 3 days for surgical). Accordingly, the standard per diem amount due for this admission is equal to \$3354.00(3 times \$1,118). In addition, the hospital is entitled to additional reimbursement for (implantables/MRIs/CAT Scans/pharmaceuticals) as follows:

Cost invoices to support additional reimbursement per Rule 134.401(c)(4) were not submitted. The insurance carrier paid \$24,451.45 for inpatient hospitalization.

Considering the reimbursement amount cal previously paid by the insurance carrier, we		isions of rule 134.401(c) compared with the amount tent is due for these services.			
PART VI: COMMISSION DECISION					
Based upon the review of the disputed not entitled to additional reimbursement		Review Division has determined that the requestor is			
Findings and Decision by:					
	Elizabeth Pickle	March 7, 2005			
Authorized Signature	Typed Name	Date of Order			
PART VII: YOUR RIGHT TO REQUEST A HEARING					
for a hearing must be in writing and it (twenty) days of your receipt of this dec care provider and placed in the Austin R days after it was mailed and the first wo Texas Administrative Code § 102.5(d)) P.O. Box 17787, Austin, Texas, 78744 The party appealing the Division's Dec involved in the dispute. Si prefiere hablar con una persona in	must be received by the TWCC of the cision (28 Texas Administrative Contents of the cision (28 Texas Administrative Contents of the cision of the cision of the cision shall deliver a copy of	chief Clerk of Proceedings/Appeals Clerk within 20 Code § 148.3). This Decision was mailed to the health This Decision is deemed received by you five ion was placed in the Austin Representative's box (28 per sent to: Chief Clerk of Proceedings/Appeals Clerk, papy of this Decision should be attached to the request. Fir written request for a hearing to the opposing party pondencia, favor de llamar a 512-804-4812.			
PART VIII: INSURANCE CARRIER DELI	VERY CERTIFICATION				
I hereby verify that I received a copy of this Decision in the Austin Representative's box.					
Signature of Insurance Carrier:		Date:			