MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION					
Type of Requestor: (x) HCP () IE () IC			Response Timely Filed? () Yes (x) No		
Requestor's Name and Address Vista Medical Center Hospital			MDR Tracking No.: M4-05-5334-01		
4301 Vista Rd.			TWCC No.:		
Pasadena, TX 77504			Injured Employee's Name:		
Respondent's Name and Address Connecticut Indemnity Co.			Date of Injury:		
c/o Cunningham Lindsey US, Inc. Box 11			Employer's Name: Bryce Corp.		
			Insurance Carrier's No.: 290039731200		
PART II: SUMMARY OF DISPUTE AND FINDINGS					
Dates of Service CPT Co			or Description Amount in Dispute Amount Due		
From	То				
04/30/040	05/02/04	Inpatient Hospitalization		\$34,116.15	\$0.00
PART III: REQUESTOR'S POSITION SUMMARY					
TWCC Rule 134.401 provides the rules regarding reimbursement for Acute Care In-patient Hospital Fee services. Specifically, reimbursement consists of 75% of remaining charges for the entire admission, after a Carrier audits a bill This figure is presumptively considered to be "fair and reasonable" in accordance with the preamble of TWCC Rule 134 Further, the TWCC stated that the stop-loss threshold increased hospital reimbursement and will ensure fair and reasonable rates for hospitals and ensure access to quality health care for injured workers					
PART IV: RESPONDENT'S POSITION SUMMARY					
The insurance carrier did not submit a response.					
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					

After reviewing the documentation provided by both parties, it does **not** appear that this particular admission involved "unusually extensive services." The Discharge Summary states that the patient was admitted on 4/30/04 and underwent an uncomplicated hardware removal with reamed intramedullary nailing. The patient had a significant amount of pain postoperatively and as a result, was in for an additional day. 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.

exceed \$40,000 in total audited charges, but also involve "unusually extensive services."

The total length of stay for this admission was 2 days (consisting of 2 days for surgical). Accordingly, the standard per diem amount due for this admission is equal to \$2,236.00 (2 times \$1,118). In addition, the hospital is entitled to additional reimbursement for (implantables/MRIs/CAT Scans/pharmaceuticals) as follows: The requestor did not submit implant invoices; therefore, MDR cannot determine the cost plus 10%.

The healthcare provider is requesting \$34,116.15 and received payment in the amount of \$2,236.00. 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.

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:

Marguerite Foster

May 12, 2005

Authorized 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, 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: