

MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION

Type of Requestor: (X) HCP () IE () IC	Response Timely Filed? (X) Yes () No
Requestor Park Central Surgical Center 12200 Park Central Dr. #300 Dallas, TX 75251	MDR Tracking No.: M4-05-6126-01
	TWCC No.:
	Injured Employee's Name:
Respondent Royal Indemnity Co. Rep. Box #11	Date of Injury:
	Employer's Name: Tuesday Morning Corp.
	Insurance Carrier's No.: 290067529800

PART II: SUMMARY OF DISPUTE AND FINDINGS

Dates of Service		CPT Code(s) or Description	Amount in Dispute	Amount Due
From	To			
4-27-04	4-27-04	Codes: 29827RT, 29807-RT-59, 29806-RT-59, 29823-RT-59, 29826-RT-59 and 99070	\$18,420.80	\$4200.00
		Insurance carrier's payment (subtracted)		<\$2236.00
		Sub total due		\$1964.00
		99070	\$287.95	\$0.00
		Insurance carrier's payment of 99070		<\$2738.43>
		Total Amount Due		\$1964.00

PART III: REQUESTOR'S POSITION SUMMARY

Park Central Surgical Center disputes the "fairness and reasonableness" of Carrier's reimbursement for ambulatory surgical services provided to Claimant by Requesting party. Requesting Party billed its usual and customary charges of \$41,549.44 for these services as are fully identified on the UB-92 attached hereto as part of the TWCC 60.

PART IV: RESPONDENT'S POSITION SUMMARY

Position statement was not submitted.

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.

Claimant underwent arthroscopic repair rotator cuff shoulder (right), repair partial thickness and/or small full thickness tear, arthroscopic repair of superior glenoid labrum (including SLAP zone lesions), arthroscopic repair glenoid labral tear (includes repair of glenoid labrum, ie: Bankhart lesion) right shoulder), arthroscopic acromioplasty shoulder, arthroscopic debridement (extensive) shoulder right. Based upon anesthesia report, the procedure took 1 hour and 6 minutes to perform.

The insurance carrier denied reimbursement for supplies billed under code 99070 based upon "N – Not documented." A review of invoices supported the following:

Mitek – 210701 \$261.00 X 6 = \$1566.00

McConnel – 709756 = \$35.00

Smith & Nephew – 7204727 \$61.00
Any blade \$49.00 X 3 = \$147.00

Smith & Nephew Endoscopy – 7209655 \$120.36
7209633 \$291.12

Arthrotek -900357 \$23.60
905576 \$247.00
902104 \$10.91

Baxter 2B7487 \$4.34 X 23 = \$99.82

Total of supplies = \$2601.81 The insurance carrier paid \$2738.43 for supplies.

The insurance carrier paid \$2236.00 for all other services.

After reviewing the documentation provided by both parties, it appears that neither the requestor nor the respondent provided convincing documentation that sufficiently discusses, demonstrates, and justifies that their purported amount is a fair and reasonable reimbursement (Rule 133.307). The failure to provide persuasive information that supports their proposed amounts makes rendering a decision difficult. After reviewing the services, the charges, and both parties' positions, it is determined that no other payment is due.

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% to 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 and considering the similarity of the various procedures involved in this surgery, staff selected a reimbursement amount in the medium end of the Ingenix range. In addition, the reimbursement for the secondary procedures were reduced by 50% consistent with standard reimbursement approaches. The total amount was then presented to a staff team with health care provider billing and insurance adjusting experience. This team considered the recommended amount, discussed the facts of the individual case, and selected the appropriate "fair and reasonable" amount to be ordered in the final decision.

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 the fair and reasonable reimbursement amount for these services is \$4200.00. Since the insurance carrier paid a total of \$2236.00 for these services, the health care provider is entitled to an additional reimbursement in the amount of \$1964.00.

PART VI: COMMISSION DECISION AND ORDER

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 \$1964.00. 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:

Elizabeth Pickle, RHIA

July 6, 2005

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 ___ 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 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: _____