

Texas Department of Insurance, Division of Workers' Compensation

7551 Metro Center Drive, Suite 100 • Austin, Texas 78744-1609

MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION		
Type of Requestor: (x) Health Care Provider () Injured Employee	() Insurance Carrier	
Requestor's Name and Address: Renaissance Hospital	MDR Tracking No.:	M4-05-B840-01
P O Box 11586	Claim No.:	
Houston, Texas 77293	Injured Employee's Name:	
Respondent's Name and Address: TPCIGA for Credit General Indemnity Company	Date of Injury:	
c/o Stone Loughlin & Swanson, LLP	Employer's Name: T	Friple S Industrial Corporation
P O Box 30111	Insurance Carrier's No .:	
Austin, Texas 78755		1710 77007
Box 06	34710-77897	
PART II: REQUESTOR'S PRINCIPLE DOCUMENTATION AND	POSITION SUMMARY	

Requestor submitted an operative report, discharge summary, position statement and invoices.

"Enclosed are copies of EOB's from other carrier's, which show a higher rate of reimbursement, consistent to our usual and customary. We are requesting that our claims be paid at the usual and customary."

PART III: RESPONDENT'S PRINCIPLE DOCUMENTATION AND POSITION SUMMARY

Carrier submitted a position statement indicating: "Reimbursement in this case should be pursuant to the standard per diem reimbursement method. In this case, the patient was admitted for elective surgery with a short, three-day inpatient admission. There is no evidence of any complications during the surgery that required unusually extensive or unusually costly services."

PART IV: SUMMARY OF DISPUTE AND FINDINGS					
Date(s) of Service	CPT Code(s) or Description	Part V Reference	Additional Amount Due (if any)		
02/07/05-02/10/05	Surgical Admission	Ι	\$0.00		

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

I. 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 information provided by both parties, it does **not** appear that this particular admission involved "unusually extensive services." The provider submitted an operative report indicating a removal lumbar hardware, excision of scar tissue, exploration of fusion, augmentation of fusion and insertion of epidural catheter for pain was performed, the patient tolerated the procedure well and was transferred in excellent condition to the recovery room and no complications were noted. 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.

Two days of the hospital stay were denied because the requestor did not obtain preauthorization. Therefore, only one day of the hospital stay will be reimbursed per diem.

The carrier made reimbursement for the 1-day stay in the amount of \$5,958.00 per the Table of Disputed Services.

The requestor billed \$12,000.00 for the implantables.

The requestor submitted an invoice indicating the cost for the implantables were \$4,400.00.

Therefore, reimbursement based on per diem is $1,118.00(1 \times 1,118.00)$ and reimbursement for the implantables at cost plus ten percent is 4,840.00 ($4,400.00 \times 110\%$). Per diem amount is 1,118.00 + 4,840.00 for the implantables = 5,958.00, leaving no additional reimbursement recommended.

Based on the facts of this situation, the parties' positions, and the application of the provisions of Rule 134.401(c), we find that the health care provider is not entitled to additional reimbursement.

PART VI: GENERAL PAYMENT POLICIES/REFERENCES IMPACTING DECISION

28 Texas Administrative Code Sec. 134.401 (c)(6).

PART VII: DIVISION DECISION AND ORDER

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code, Sec. 413.031, the Division has determined that the requestor is not entitled to additional reimbursement.

Ordered by:

	Michael Bucklin	01/17/06		
Authorized Signature	Typed Name	Date of Order		
PART VIII: YOUR RIGHT TO REQUEST JUDICIAL REVIEW				

Appeals of medical dispute resolution decisions and orders are procedurally made directly to a district court in Travis County [see Texas Labor Code, Sec. 413.031(k), as amended and effective Sept. 1, 2005]. An appeal to District Court must be filed not later than 30 days after the date on which the decision that is the subject of the appeal is final and appealable. The Division is not considered a party to the appeal.

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.