

MICHAEL D. RILEY
Acting Insurance Commissioner

December 28, 2011

The Honorable Jeffrey V. Kessler, President West Virginia State Senate State Capitol Bldg 1, Rm. 227M Charleston, WV 25305

The Honorable Rick Thompson, Speaker West Virginia House of Delegates State Capitol Bldg 1, Rm. 234M Charleston, WV 25305

Dear President Kessler & Speaker Thompson:

Pursuant to West Virginia Code §23-4-3, I am submitting to you the Offices of the Insurance Commissioner's FY2012 Workers' Compensation Maximum Reimbursement Fee Schedule for medical services rendered to workers with compensable injuries.

Should you have any questions, please feel free to contact me at 304.558.3354.

Sincerely,

Michael D. Riley Acting Commissioner

M-cha/ & Rehy

Attachment

cc: Mr. Darrell E. Holmes, Clerk, WV State Senate

Mr. Gregory M. Gray, Clerk, WV House of Delegates

Legislative Librarian



Detail Reference Guide to Determining CMS Medicare + 35% for Offices of the Insurance Commissioner (OIC) Workers' Compensation Maximum Medical Reimbursement Fee Schedules Effective: July 1, 2011

Subsequent schedules should be updated each July 1 until further notice.

Codes listed with "0" or not listed are carrier/payor priced.

The absence or presence of a code does not indicate workers' compensation coverage.

AMBULATORY SURGICAL CENTER

Calculate the OIC Maximum Medical Reimbursement with the following formula(s): (Formula component 1.35 below represents Medicare + 35%)

Medicare $Payment Amount^*$ fee, rounded x 1.35 = OIC Maximum Medical Reimbursement, rounded

- 1. The following table is available from Medicare http://www.cms.gov/home/medicare.asp: Ambulatory Surgical Center (ASC) Payment.
- 2. Within the Medicare website go to the link labeled *Ambulatory Surgical Center (ASC) Payment*, then go **to** the link labeled *Addenda Updates*. From there download the July 1 update prior to date of service. Use the appropriate estimated Medicare Payment Rate Table for date of service. For date of service between July 1 and June 30, the reimbursement effective on the July 1 immediately prior to date of service would apply. For example, for a January 10, 2012 date of service, the Medicare reimbursement information effective on July 1, 2011 would apply. In this example the 2011 zip file is titled: July 2011 ASC Approved HCPCS Code and Payment Rates; and the table is titled: Jul11_ASC_Add_AA-BB-DD1_ExtAct. View tabs at bottom of spreadsheet either surgical (Jul11_ASC_AddAA_ExtAct) or ancillary (Jul11_ASC_AddBB_ExtAct).
- 3. Calculate the fee by taking the Medicare fee from the column labeled (Appropriate date) Payment on appropriate tab (surgical or ancillary), round and multiply by 1.35 to get the OIC maximum allowable fee, rounded.

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ANESTHESIA

Calculate the OIC Maximum Medical Reimbursement with the following formula(s): (Formula component 1.35 below represents Medicare + 35%)

Medicare Anesthesia Base Unit + Time (15 min increments) x WV conversion factor, rounded x 1.35 = OIC Maximum Medical Reimbursement, rounded

- 1. The following tables are available from Medicare http://www.cms.gov/home/medicare.asp: (Year) Anesthesia Base Units by CPT Code; and (Year) Anesthesia Conversion Factor
- 2. Within the Medicare website go to the link labeled *Anesthesiologists Center*. Within the *Anesthesiologists Center* download the (Year) *Anesthesia Base Units by CPT Code* folder and open the Excel worksheet (Year)anesBASEfin for the July 1 update prior to date of service. For date of service between July 1 and June 30, the reimbursement effective on the July 1 immediately prior to date of service would apply. For example, for a January 10, 2012 date of service, the Medicare reimbursement information effective on July 1, 2011 would apply. For example, 2011 file is called 2011anesBASEfin. Find the years' Base Units. Time units are in 15 minute increments (i.e. 15 minutes = 1 time unit)
- 3. Within the Anesthesiologists Center also download the (Year) Anesthesia Conversion Factor folder and open the Excel worksheet for the July 1 update prior to date of service. For July 1, 2011 is titled: ANES2011_LocallyAdjusted CFS. Find West Virginia and the conversion factor on this worksheet.
- 4. Take the Medicare Base Unit + Time units (15 min increments) x WV Conversion Factor (rounded) x 1.35 = OIC Maximum Medical Reimbursement, rounded.

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BIOLOGICAL and INJECTABLES

Calculate the OIC Maximum Medical Reimbursement with the following formula(s): (Formula component 1.35 below represents Medicare + 35%)

Medicare Payment Limit, rounded X 1.35 = OIC Maximum Medical Reimbursement, rounded

- 1. The following tables are available from Medicare http://www.cms.gov/home/medicare.asp: ASP Drug Pricing Files.
- 2. Within the Medicare website go to the *Medicare Part B Drugs Average Sales Price* link, and locate *ASP Drug Pricing Files*. Open the *ASP Drug Pricing Files* for the appropriate year, click on the folder link for the July 1 update prior to date of service. For example, July 2011 file is called *July 2011 ASP Pricing File*. Choose the July 1 update prior to date of service if there are multiple for that year. Then go to the Excel worksheet titled: Jul2011 Asp Pricing File 061611. For date of service between July 1 and June 30, the Medicare reimbursement information effective on the July 1 immediately prior to date of service would apply. For example, for a January 10, 2012 date of service, the reimbursement effective on July 1, 2011 would apply.
- Calculate the fee by taking the Medicare Payment Limit, rounded and multiply by 1.35 to get the OIC Max Allowable Fee, rounded.

Detail Reference Guide to Determining CMS Medicare + 35% for Offices of the Insurance Commissioner (OIC)

Workers' Compensation Maximum Medical Reimbursement Fee Schedules Effective: July 1, 2011

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CLINICAL LAB

Calculate the OIC Maximum Medical Reimbursement with the following formula(s): (Formula component 1.35 below represents Medicare + 35%)

Medicare West Virginia Clinical Laboratory Fee, rounded x 1.35 = OIC Maximum Medical Reimbursement, rounded

- 1. The following table is available from Medicare http://www.cms.gov/home/medicare.asp: Clinical Laboratory Fee Schedule
- 2. Within the Medicare website go to the link labeled *Clinical Laboratory Fee Schedule*. From there go to the link *Fee Schedule*. From there download the folder for the July 1 update prior to date of service. For date of service between July 1 and June 30, the reimbursement effective on the July 1 immediately prior to date of service would apply. For example, for a January 10, 2012 date of service, the Medicare reimbursement information effective on July 1, 2011 would apply. Within that folder open the Excel worksheet labeled (year)CLAB.ZIP. For example, the 2011 file is named 11CLABMAR, the open the Excel worksheet titled: CLAB2011C.
- Take the Medicare fee found under West Virginia (WV) column for the appropriate medical code on the Clinical Diagnostic Laboratory Fee Schedule table, rounded and multiply by 1.35 to calculate the OIC Maximum allowable fee, rounded.

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HCPCS Level II

Calculate the OIC Maximum Medical Reimbursement with the following formula(s): (Formula component 1.35 below represents Medicare + 35%), rounded

Medicare West Virginia Durable Medical Equipment fee, rounded x 1.35 = OIC Maximum Medical Reimbursement, rounded

- 1. The following table is available from Medicare http://www.cms.gov/home/medicare.asp: Durable Medical Equipment, Prosthetics, Orthotics and Supplies (DMEPOS)
- 2. Within the Medicare Website go to the link labeled *Durable Medical Equipment, Prosthetics, Orthotics and Supplies (DMEPOS) Fee Schedules.* From there go to the link *DMEPOS Fee Schedule.* From there take the link for the July 1 update prior to date of service folder. For date of service between July 1 and June 30, the reimbursement effective on the July 1 immediately prior to date of service would apply. For example, for a January 10, 2012 date of service, the Medicare reimbursement information effective on July 1, 2011 would apply. Find the Excel table labeled (year)_(most recent month of update). For example, the July 2011 file is named DME11 C, then DME11 C (zip file), then the Excel worksheet titled: DME2011 July.
- 3. The fees found under the column for West Virginia (WV) on the *Durable Medical Equipment*, *Prosthetics, Orthotics and Supplies (DMEPOS)* table, rounded; then multiply by 1.35 to calculate the OIC Maximum allowable fee, rounded.