

# **TENNESSEE'S WORKERS' COMPENSATION MEDICAL FEE SCHEDULE**

## **Introduction and Overview**

The Tennessee Workers' Compensation Medical Fee Schedule Rules became effective July 1, 2005, pursuant to a mandate from the Tennessee General Assembly as part of the Tennessee Workers' Compensation Reform Act of 2004. *See* Tenn. Code Ann. § 50-6-204(i). The Medical Fee Schedule has undergone several revisions since the first version became effective on July 1, 2005. The current version of the MFS, permanent rulemaking hearing rules, became effective on August 26, 2009. The version effective at the time a medical service is or was rendered is the applicable one for that service.

Our Medical Fee Schedule is made-up of three (3) parts, called chapters, of administrative rules. These three (3) chapters are: Chapter 0800-2-17, 0800-2-18 and 0800-2-19. The first chapter, 0800-2-17, is called the Medical Cost Containment Program Rules. This part contains general information applicable to the other two chapters. It contains most of the definitions used throughout all three chapters, as well as the purpose, scope, general guidelines and procedures. This part explains such things as the basis for the Medical Fee Schedule (Medicare for most of the Medical Fee Schedule), the time-period payers have to timely reimburse providers for undisputed bills, what happens if payers do not comply, and appeal procedures, etc.

The second chapter, Chapter 0800-2-18, is the actual Medical Fee Schedule Rules and addresses such things as the proper conversion factors to use for calculating the maximum allowable amounts for physicians' professional services, depending on the type of service they provide (determined by the classification of the CPT codes), the maximum allowable amounts that may be paid for certain types of medical devices and equipment, such as durable medical equipment and prosthetics and orthotics, penalties for violations of the Medical Fee Schedule, what actually constitutes a violation, etc.

Chapter 0800-2-19, the In-patient Hospital Fee Schedule, sets out how hospitals should be reimbursed. Unlike most of our Medical Fee Schedule, this section, for the most part, is not based on Medicare methods, but reimburses hospitals on a per day or "per diem" basis. This section also contains definitions and procedures specifically applicable to inpatient hospital reimbursements.

These three (3) chapters of administrative rules listed above are referred to collectively as the Tennessee Workers' Compensation Medical Fee Schedule, the Medical Fee Schedule, the Fee Schedule, or MFS.

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## I. DEFINITIONS AND REFERENCES

Most definitions needed for proper use of the Tennessee Medical Fee Schedule are provided in the Medical Cost Containment Program Rules, specifically Rule 0800-2-17-.03. These should be consulted thoroughly to familiarize you with the particular meanings of terms used throughout the Medical Fee Schedule and in the Inpatient Hospital Fee Schedule. The definitions and references below are provided as an additional aid in use of the Fee Schedules.

### **CPT CODE**

The Current Procedural Terminology (“CPT”) code is obtained from the current edition of the American Medical Association’s Current Procedural Terminology. Further information regarding CPT codes is available at the Centers for Medicare and Medicaid Services website at <http://www.cms.hhs.gov/>. These codes are available for purchase at various sites on the internet including <http://www.ama-assn.org/>.

### **DIAGNOSIS CODE**

Diagnosis code is the "ICD 9" code which best describes the reason(s) for the procedure, service, supply or encounter. Further information regarding ICD-9 codes is available at the Centers for Medicare and Medicaid Services website at <http://www.cms.hhs.gov/>. These codes are available for purchase at various sites on the internet including <http://www.ama-assn.org/>.

### **ICD9 PROCEDURE CODE**

“ICD 9” means the current edition of the International Classification of Diseases, published by the World Health Organization’s (WHO). Further information regarding ICD-9 codes is available at the Centers for Medicare and Medicaid Services website at <http://www.cms.hhs.gov/>. These codes are available for purchase at various sites on the internet including <http://www.ama-assn.org/>.

### **HCPCS CODE**

Services and medical supplies must be coded with valid procedure or supply codes of the Health Care Financing Administration Common Procedure Coding System (“HCPCS”). Further information regarding HCPCS is available at the Centers for Medicare and Medicaid Services website at <http://www.cms.hhs.gov/>. The codes are available for purchase at various sites on the internet including <http://www.ama-assn.org/>.

### **NDC CODE**

National Drug Code – information is available at the following website. <http://www.fda.gov/cder/ndc/index.htm>.

**CMS** means the U.S. Centers for Medicare and Medicaid Services.

**U & C** means the usual and customary amount, which is 80% of billed charges.

**BR (By Report)** means the procedure is not assigned a maximum fee and requires a written description. Paid at U & C (80% of billed charges).

**CPT** means the current edition of the American Medical Association's Current Procedural Terminology.

**Independent Medical Examination** ("IME") refers to an examination and evaluation conducted by a practitioner different from the practitioner providing care, other than one conducted under the Division's Medical Impairment Rating Registry Program (MIRR). An IME shall be billed at \$500.00 per hour and pro-rated per quarter hour. Physicians may only require a pre-payment of \$500.00 for an IME. Following completion of the IME and report, the physician may bill for other amounts appropriately due. The office visit billed is included with the code and shall not be billed separately. Lab, x-rays, or other tests shall be identified and reimbursed accordingly.

Physicians who perform consultant services and/or records review in order to determine whether to accept a new patient shall not bill for an IME. Rather such physicians shall bill using CPT codes 99358 for the first hour and 99359 for each additional quarter hour. The reimbursement shall be \$200.00 for the first hour of review and \$100.00 for each additional hour; provided that each quarter hour shall be pro-rated.

**Pattern of Practice** means at least one or more violations of the Medical Fee Schedule Rules, the Medical Cost Containment Rules and/or the In-patient Hospital Fee Schedule Rules have occurred after the notice of a violation has been issued from the Department for the first violation.

**Preauthorization** means the employer or carrier accepts the injured or disabled employee's injury or disease as compensable under the Act and authorizes payment of benefits under the Act. Preauthorization is required for all non-emergency medical services (outpatient and inpatient). Failure to timely communicate (within seven (7) working days) the decision of authorizing or not authorizing the service requested by a medical provider shall result in the authorization being deemed appropriate.

**Primary Procedure** means the therapeutic procedure most closely related to the principle diagnosis.

**Utilization Review** means the evaluation of the necessity, appropriateness, efficiency, and equality of medical care standards provided to an injured or disabled employee based on medically accepted standards and an objective evaluation of the medical care services provided; provided that "utilization review" does not include the establishment of approved payment levels or a review of medical bills or fees.

Utilization review providers must be certified by the Tennessee Department of Commerce and Insurance.

All of the above definitions, as well as many others, may be found in Rule 0800-2-17-.03 and should be consulted.

## II. GENERAL INFORMATION

Unlike fee schedules in some other states, Tennessee's Medical Fee Schedule does not set an absolute fee for services, but instead, sets a maximum amount that may be paid. Providers and payers are encouraged to negotiate amounts below the maximum set in the Medical Fee Schedule, but shall not pay an amount above the Fee Schedule maximum amount. A payer paying in excess of the Fee Schedules and a provider retaining excessive reimbursement over 90 days is a violation of the Fee Schedule Rules and may result in penalties up to a \$10,000.00 civil penalty against both payer and provider, among other measures, based on the Commissioner's (or the Commissioner's Designee's) discretion. *See* Rule 0800-2-18-.02(2)(b)(4.)

The Medical Fee Schedule applies to *all* medical services and medical equipment or supplies. Reimbursement to all providers ***shall be the lesser of***: (1) the provider's usual charge, (2) the maximum fee schedule under these Rules, or (3) the MCO/PPO or any other negotiated and contracted amount. *See* Rule 0800-2-18-.02(b). **This lesser of comparison must be done on the total bill or amount due, NOT a line-by-line comparison of items.**

When there is no specific methodology in these Rules for reimbursement, the maximum reimbursement is 100% of Medicare. Whenever there is not Medicare methodology, maximum reimbursement is Usual & Customary or U & C (80% of billed charges). *See* Rule 0800-2-18-.02(a).

Procedure codes for unlisted procedures should only be used when there is no procedure code which accurately describes the services rendered. These codes require a written report and are paid at a maximum allowable amount of usual and customary (80% of billed charges.) *See* Rule 0800-2-17-.06.

Unless otherwise stated in the Rules, the current effective Medicare procedures and guidelines are to be used. *See* Rule 0800-2-18-.02(a).

Relative Value Units ("RVUs") may be obtained from the current edition of the Medicare RBRVS: The Physician's Guide. This should be used in conjunction with the current edition of the AMA's CPT Coding Guide. These books may be obtained by contacting the American Medical Association at **American Medical Association**, 515 N. State Street Chicago, IL 60610, telephone (800) 621-8335, or by visiting the AMA's bookstore online at the American Medical Association's website: [www.ama-assn.org](http://www.ama-assn.org).

When extraordinary services resulting from severe head injuries, major burns, severe neurological injuries, or any injury requiring an extended period of intensive care, a greater fee may be allowed up to 150% of the professional service fees normally allowed under these Rules. This provision does not apply to In-patient Hospital facility fees. *See* Rule 0800-2-1.

**A. Applicability of the Tennessee Workers' Compensation Medical Fee**

The Medical Fee Schedule is applicable to all injured employees, no matter where the injury took place, so long as that person is claiming workers' compensation benefits under Tennessee's workers' compensation law. It is applicable to all medical services for these injured employees based on the date the medical service is received, not on the date of the employee's injury.

*See Rule 0800-2-17-.01.*

**B. The Tennessee Medical Fee Schedule is a "Cap"**

Tennessee's Workers' Compensation Medical Fee Schedule sets out a "lesser of" comparison for reimbursement. Employers, carriers, and providers may negotiate and contract fees as are agreeable between them, but reimbursement must be in accordance with the Rules. It is a violation of the Medical Fee Schedule for a provider to receive and retain, and for a payer to remit an amount above the Fee Schedule amount. Both the payer and the provider may be liable for a civil penalty of up to \$10,000.00 each if a "pattern or practice" of payments in excess of the Medical Fee Schedule is found. The term "pattern or practice" is defined in Rule 0800-2-17-.03(61) of the definitions section in the Medical Cost Containment Program Rules and at the end of this section. Other violations of the Rules shall subject the violator to a penalty of not less than \$100 nor more than \$10,000 per violation.

*See Rule 0800-2-17-.01.*

**C. Clarification Regarding the Medicare Maximum Allowable Reimbursements**

Unless otherwise indicated, the current, effective Medicare procedures and guidelines are adopted and effective upon adoption and implementation by the CMS. Whenever there is no specific fee or methodology for reimbursement in the Medical Fee Schedule Rules for a service, diagnostic procedure, equipment, etc., then the maximum amount of reimbursement shall be 100% of the current effective CMS' Medicare allowable amount; provided that any practitioner fee shall be based on the conversion factor of 33.9764, which shall be used in conjunction with the most current Medicare RVU's. The current effective Medicare guidelines and procedures shall be followed in arriving at the correct amount. Whenever there is no applicable Medicare code or method of reimbursement, the service, equipment, diagnostic procedure, etc. shall be reimbursed at the usual and customary amount as defined in the Medical Cost containment Program Rules at 0800-2-17-.03(80).

*See Rule 0800-2-18-.02(2)(a).*

**D. Depositions**

Procedure code 99075 must be used when billing for a deposition. The rate of maximum reimbursement for depositions is established in Division Rule 0800-2-16-.01. Licensed physicians may charge their usual and customary fee for providing testimony by deposition to be used in a workers' compensation claim, provided that such fee does not exceed seven hundred fifty dollars (\$750) for the first hour's time. Depositions requiring over one (1) hour in duration shall be pro-rated at the licensed physician's usual and customary fee as set forth above, not to exceed four hundred fifty dollars (\$450) per hour for deposition time in excess of one (1) hour. Physicians shall not charge for the first quarter hour of preparation time. In instances requiring over one quarter hour of preparation time, a physician's preparation time in excess of one quarter hour shall be added to and included in the deposition time and billed at the same rates as for the deposition.

*See Rule 0800-2-16-.01.*

**E. Usual and Customary under the Medical Fee Schedule**

Many medical services under our Medical Fee Schedule are capped at the "usual and customary" amount. This usual and customary amount is defined in Rule 0800-2-17-.03(80). Quite simply, the usual and customary amount means 80% of the billed charges.

**F. Out-of-State Medical Services**

The Tennessee Medical Fee Schedule Rules apply whenever an injured employee is receiving workers' compensation benefits under Tennessee law or would be entitled to receive benefits under Tennessee law, whether the treatment is in Tennessee or any other state.

*See Rule 0800-2-17-.01.*

**G. Adjustments to Bills**

A carrier's payment shall reflect any adjustments in the bill. A carrier must provide an explanation of medical benefits to a health care provider whenever the carrier's reimbursement differs from the amount billed by the provider.

*See Rule 0800-02-17-.10 (6)(a).*

## **H. Charges for Medical Reports**

Consistent with the statute governing these transactions, a provider may charge up to \$10.00 for a medical report of twenty pages or less, and charge \$0.25 per page for additional pages, so long as it is a complete medical report; this cost shall also apply to paper records transmitted on a disc or by other electronic means based upon the number of pages reproduced on the disc or other media. However, submission of an office note is NOT considered a medical report and no compensation may be charged for submission of such documentation when needed for the payer to make determinations concerning treatment plans and payments. Providers should not charge for progress reports for follow up visits.

Charging for a medical report when simply providing progress reports (even if a copy of a prior medical report is included) to a payer to make determinations concerning payment and treatment plans is a violation of the Medical Fee Schedule and such violations will be penalized. Providers may not charge for completing a medical report form required by the Division.

**If requested to do so, a provider must submit a complete C-32 Form within two (2) weeks of such request. The physician may charge up to one hundred fifty dollars (\$150.00) for completing this form. See Rule 0800-2-1-.16.**

*See Rules 0800-2-17-.15, 0800-2-17-.16 and 0800-2-1-.16.*

## **I. Impairment Rating and Evaluations**

**The following is not applicable to Independent Medical Examinations (“IME”). This applies to all workers’ compensation claims with initial dates of service on or after January 8, 2009.**

A treating physician who determines the employee’s maximum medical improvement date for the distinct injury he/she is treating shall also determine the impairment rating.

A treating physician is defined in these rules as:

1. a physician chosen from the panel required by T.C.A. Section 50-6-204;
2. a physician referred to by the physician chosen from the panel required by T.C.A. Section 50-6-204;
3. a physician recognized and authorized by the employer to treat an injured employee for a work-related injury; or
4. a physician designated by the Division to treat an injured employee for a work-related injury.

Within twenty-one (21) calendar days of the date the treating physician determines the employee has reached maximum medical improvement, the treating physician shall submit to the employer or carrier, as applicable, a fully completed report on a form prescribed by the Commissioner. The employer or carrier, as applicable, shall submit a fully completed form to the Division and the parties within thirty (30) calendar days of

the date the treating physician determines the employee has reached maximum medical improvement.

Upon determination of the employee's impairment rating, the treating physician shall enter the employee's impairment rating into the employee's medical records. In a response to a request for medical records pursuant to T.C.A Section 50-6-204, a provider, treating physician or hospital shall include the portion of the medical records that includes the impairment rating.

The treating physician shall receive reimbursement of **no more than \$250.00**. For payment, the charge (CPT code 99455 and an explanation) must be submitted to the appropriate insurance company, third party administrator or employer

*See Rule 0800-2-17-.25*

5. **Missed Appointments**

If an appointment is scheduled by the employer, carrier, or a case manager representing a carrier or employer, a provider may charge up to the amount of the basic office visit amount for a missed appointment. Missed appointments should be billed with the 99199 code, but an explanation of what would have been done with appropriate CPT codes should accompany the bill. Whatever was authorized may be charged and paid at the Medical Fee Schedule conversion factor amounts. This includes physical therapy; the modalities up to four can be billed if they were approved and would have been rendered.

*See Rule 0800-2-17-.14.*

6. **Payment**

Carriers must provide an explanation of medical benefits to the health care provider whenever the carrier's reimbursement differs from the amount billed. A carrier must date-stamp medical bills and reports upon receipt.

Any carrier that fails to pay an undisputed and properly submitted bill or the portion of that bill which is undisputed within thirty-one (31) calendar days of receipt shall be assessed a civil penalty of 2.08% monthly (25% annual percentage rate) which is paid to the provider.

If a provider submits a bill on an improper form, the carrier has 20 calendar days of receipt of the bill to return it. The days between the date the carrier returns the bill and the date the carrier receives the corrected bill shall not apply towards the thirty-one calendar days the carrier has to pay the bill.

Providers **shall not** attempt to collect the balance of a bill from the injured employee.

*See Rule 0800-2-17-10.*

7. **Utilization Review**

Utilization review is required whenever there is a dispute as to the medical necessity of a recommended treatment. Utilization review is required in the form of pre-admission review for all inpatient admissions, and concurrent review should be done through discharge. Emergency admissions require utilization review within one business day of the admission.

Utilization review is required on chiropractic, physical and occupational services after twelve visits. In order to facilitate expedited utilization review, whenever a physician orders PT or OT the physician should include the diagnosis on the prescription for PT or OT.

Utilization review is required for psychological treatment services in excess of fifteen (15) visits.

*See Rules 0800-2-17-.20, 0800-2-18-.09 and 0800-2-18-.14.*

8. **Penalties for Violations**

Under the Medical Fee Schedule, civil penalties may be assessed by the Commissioner, at his discretion, up to \$10,000.00. Although the Fee Schedule became effective July 1, 2005, these penalty provisions did not become effective until January 1, 2006, and will not be retroactive, that is, they are not applicable to violations pre-January 1, 2006.

*See Rules 0800-2-17-.01(1), 0800-2-17-.13, 0800-2-18-.02(2)(b)4. & 5. and 0800-2-18-.15.*

9. **Miscellaneous**

The MFS is code specific in that the appropriate conversion factor to use is determined by the type of CPT code for the procedure, such as surgery, radiology, evaluation and management, etc. The AMA CPT guides should be used when determining if a code is surgical or medical.

All physicians' office visits are paid up to a maximum of 160% of the Tennessee Medicare amount which should be calculated based on the conversion factor of 33.9764 rather than the current Medicare conversion factor, regardless of specialty. Physician's Assistants and Nurse Practitioners may be reimbursed up to a maximum of 100% of what Medicare would have paid to them as Physician's Assistants or Nurse Practitioners in Tennessee which should be calculated based on the conversion factor of 33.9764 rather than the current Medicare conversion factor.

10. **Administrative Appeals and Disputes Regarding Reimbursement**

Whenever a disagreement exists between a payer and provider regarding a request for either the recovery of payment or for the full payment, either party may send the issue to the Medical Care and Cost Containment Committee for administrative review and a recommendation. Also, disputes as to the application or interpretation of the Medical Fee Schedule Rules may be submitted to the MCCCC for review.

If the request for review does not contain proper documentation including the required C-47 form, then the MCCCC will decline to review the dispute. Likewise, if the timeframes are not met, then the MCCCC will decline to review the dispute, but such failure shall not provide an independent basis for denying payment or recovery of payment.

All requests for administrative review by the MCCCC must be sent to: Medical Director of the Division of Workers' Compensation, Tennessee Department of Labor & Workforce Development, 220 French Landing Dr., Nashville, Tennessee 37243.

*See Rules 0800-2-17-.21 and -.22.*

### III. TENNESSEE MEDICAL FEE SCHEDULE: MEDICAL SERVICES

#### A. Anesthesia Services

Reimbursement for anesthesia services shall not exceed the maximum allowable of \$75.00 per unit. This is only applicable for anesthesia CPT codes, and does **NOT include** pain management services reimbursed under surgical codes (maximum reimbursement up to 200% of the Tennessee Medicare amount), or other injections, which are covered below under the Injections section.

- (a) When anesthesia is administered by a CRNA not under the medical direction of an anesthesiologist, maximum reimbursement shall be 90% of the maximum allowable fee for the anesthesiologist. No additional payment will be made to any physician supervising the CRNA.
- (b) Whenever anesthesia services are provided by an anesthesiologist or other physician and a CRNA, reimbursement shall never exceed 100% of the maximum amount an anesthesiologist or physician would have been allowed under the Medical Fee Schedule Rules had the anesthesiologist or physician alone performed these services.
- (c) When an anesthesiologist is not personally administering the anesthesia but is providing medical direction for the services of a nurse anesthetist who is not employed by the anesthesiologist, the anesthesiologist may bill for the medical direction. Medical direction includes the pre and post-operative evaluation of the patient. The anesthesiologist must remain within the operating suite, including the pre-anesthesia and post anesthesia recovery area, except in appropriately documented extreme emergency situations. Total reimbursement for the nurse anesthetist and the anesthesiologist shall not exceed the maximum amount allowable under the Medical Fee Schedule Rules had the anesthesiologist performed the services.

*See Rule 0800-2-18-.05.*

#### B. Injections

Reimbursement for injections is allowed for both the administration of the drug (the actual injection) and the drug at Average Wholesale Price (“AWP”). However, certain codes include both the drug and the administration fee. In such cases, there shall be no additional administration or injection fee. If such a code is billed for the drug, it should be paid at 100% of Medicare. If there is no Medicare amount for the code, it can not be paid at U&C. The drug must then be paid at AWP.

*See Rule 0800-2-18-.06.*

**C. Home Healthcare**

These services may be paid up to a maximum of the usual and customary amount, which is 80% of billed charges.

*See Rule 0800-2-18-.02(4)(a).*

**D. Skilled Nursing Facility Charges**

Because there is no specific amount set in the Medical Fee Schedule for these services, the maximum allowable amount is 100% of the national Medicare amount, or usual and customary, if no Medicare amount is listed.

*See Rule 0800-2-18-.02(2)(a).*

**E. Outpatient Services (Including Emergency Room Care if Patient is Not Admitted)**

Payment for outpatient services is based on the Medicare model known as the Outpatient Prospective Payment system or “OPPS.” Under the Fee Schedule, physicians are paid separately for their professional services using the appropriate conversion factors set out in Rule 0800-2-18-.02(4) of the Medical Fee Schedule Rules. Charges for the facility at which the procedures are performed, such as the hospital or ambulatory surgical center (“ASC”), are paid separately. The maximum amount for facility charges may be found in most cases in a spreadsheet available at the Centers for Medicare and Medicaid Services’ also known as “CMS” website, <http://www.cms.hhs.gov/HospitalOutpatientPPS> or at the current CMS website which may replace this site. There are no adjustments made to this national Medicare amount for geographic area or wage/price indices. When multiple surgical procedures are performed during the same surgical session, maximum reimbursement shall be based on 100% of the appropriate Medical Fee Schedule amount for the major procedure and 50% of the lesser or secondary procedure(s); provided that the major procedure shall be determined to be the procedure with the highest Medicare reimbursement. Only separate and distinct surgical procedures shall be billed. The lesser of the provider’s bill, a contracted amount, or the maximum allowable per the MFS should be determined based on the entire bill rather than a line-by-line basis. If there is no amount listed for the procedure performed, then the maximum that may be paid is the usual and customary amount, which is 80% of the bill. When a bill contains both a procedure for which Medicare lists the amount and a procedure for which there is no Medicare amount, the unlisted procedure should be paid at 80% of the surgical charge. The listed procedure is paid at 150% of the Medicare unadjusted amount. The lesser of the two separate and distinct surgical procedures should be paid at 50% of the maximum allowable, except when status indicator “S” is designated.

Technical components for radiology when done in an ASC or hospital outpatient will be paid at 150% of Medicare, but may only be broken out when the Medicare APC code does not include it.

**Medicare Outlier calculations are not recognized** under the Tennessee Workers' Compensation Medical Fee Schedule.

All hospitals with ambulatory patients who stay longer than 23 hours past ambulatory surgery and are formally admitted to the hospital as an inpatient will be paid according to the In-patient Hospital Fee Schedule Rules. All ASC's shall be paid according to the outpatient reimbursement formula regardless of the patient's length of stay.

*See Rule 0800-2-18-.07.*

**F. Laboratory/Pathology Services**

The maximum allowable reimbursement for all laboratory/pathology services is 200% of Medicare. Laboratory rates are based on Medicare's clinical lab schedule. Hospital (outpatient and inpatient) laboratory rates are based on 200% of the national clinical lab schedule. Laboratory rates for non-hospital settings are based on 200% of the Tennessee clinical lab schedule. Applicable practitioner fees, including those for pathologists and MRO's, are based on 200% of the TN Medicare Physician's fee schedule based on the conversion factor of 33.9764.

**All post-injury drug screens must be paid in accordance with the Medical Fee Schedule Rules. Drug screens not related to a workers' compensation injury, such as pre-employment screening, are not subject to the Fee Schedule Rules.**

*See Rule 0800-2-18-.02(a).*

**G. Radiology Services**

All non-ASC, non-hospital radiology (those done in a physician's office) may be reimbursed up to a maximum of 200% of the Tennessee Adjusted Medicare amount for both the technical and professional fees. This includes all Diagnostic Facilities and Urgent Care Facilities.

*See Rule 0800-2-18-.02(a).*

**H. Chiropractic Services**

Chiropractic services are capped at 130% of the Tennessee Adjusted Medicare allowable amount. An office visit may only be billed on the same day as a manipulation when it is the patient's initial visit with that provider. No charges are allowed for hot or cold packs, nor may a fee be charged for therapeutic procedures or modalities in excess of four combined per day. The definitions of modality and therapeutic procedure from the AMA CPT 2005 are applicable. All physical therapy procedures performed by any chiropractor must be pre-certified through UR just as any other physical or occupational therapy services are under the PT/OT Rule, 0800-2-18-.09.

*See Rules 0800-2-18-.08 and 0800-2-18-.09.*

**I. Physical Therapy/Occupational Therapy (PT/OT)**

Reimbursement for all physical and occupational visits shall not exceed 130% of the Tennessee Medicare allowable. Outpatient therapy performed in a hospital setting is subject to the same reimbursement.

Precertification through the carrier's utilization review program is not required on the first (12) physical or occupational therapy visits. In order to facilitate expedited utilization review, whenever a physician orders PT or OT, the physician should include the diagnosis on the prescription for PT or OT.

Pre-certification for physical therapy of inpatients is covered under the utilization review requirement to concurrently review inpatient admissions through discharge. Consult the Utilization Review section of this booklet for additional information concerning these requirements.

**Functional Capacity Evaluations** ("FCEs") are reimbursable up to a maximum of usual and customary that is, 80% of the billed charges. **FCEs are NOT subject to UR and the pre-certification requirements.**

*See Rule 0800-2-18-.09.*

**J. Speech Therapy**

Speech therapy services should be reimbursed the same as physical and occupational therapy.

*See Rule 0800-2-18-.09.*

**K. Durable Medical Equipment and Implant Reimbursement**

Durable medical equipment ("DME") and implants for which billed charges are \$100.00 or less are capped at 80% of those charges. For DME and implants over \$100.00, the maximum allowable is the manufacturers' invoice amount plus fifteen percent (15%) of invoice, with the 15% capped at a maximum of one thousand dollars (\$1,000). This calculation is per item and is not cumulative. The payer may request a copy of the invoice for payment, but it is not required unless there is such a request. Implants used in an outpatient setting are treated specially. Consult Rule 0800-2-18-.07 for specifics.

Hearing aids are considered DME if no customization is needed. However, if they are customized, i.e., molded and fitted to the individual, then they should be considered under this Orthotics and Prosthetics section, and reimbursed accordingly.

*See Rules 0800-2-18-.07 and 0800-2-18-.10.*

**L. Medical Supplies**

In all cases, **medical supplies and durable medical equipment (other than implants)** with applicable Medicare amounts shall be paid at the lesser of the billed charges, a negotiated rate, or 100% of the applicable Medicare allowable amount.

*See Rule 0800-2-17-.05.*

**M. Orthotics and Prosthetics**

These devices are capped at 115% of the Tennessee Adjusted Medicare allowable amount. If there is no Medicare amount, the maximum allowable shall be usual and customary as defined by rule. Hearing aids are considered DME if no customization is needed. However, if they are customized, i.e., molded and fitted to the individual, then they should be considered under the Orthotics and Prosthetics section, and reimbursed accordingly.

*See Rule 0800-2-18-.11.*

**N. Pharmacy**

Prescribed drugs are capped at the lesser of: the provider's usual charge; a negotiated contractual amount; or, the average wholesale price ("AWP") plus a \$5.10 Filling Fee under the Fee Schedule. If the actual charge is less than this amount, then it is the maximum allowed. Physicians dispensing drugs from their office do not receive the additional \$5.10 filling fee. All pharmaceutical bills submitted for repackaged or compounded products must include the NDC Number of the original manufacturer registered with the U.S. Food & Drug Administration or its authorized distributor's stock package used in the repackaging or compounding process. The reimbursement allowed shall be based on the current published manufacturer's AWP of the product or ingredient, calculated on a per unit basis, as of the date of dispensing. A repackaged or compounded NDC Number shall not be used and shall not be considered the original manufacturer's NDC Number. If the original manufacturer's NDC Number is not provided on the bill, then the reimbursement shall be based on the AWP of the lowest priced therapeutically equivalent drug, calculated on a per unit basis. A compounding fee no higher than \$25.00 is allowed per compound prescription if two or more prescriptive drugs require compound preparation when sold by a hospital, pharmacy, or a provider other than a physician.

Generally, an injured employee should receive only generic drugs or single-source patented drugs for which there is no generic equivalent unless the authorized health care provider writes that the brand name is medically necessary and includes on the prescription "dispense as written" or "no substitution allowed" in the prescriber's own handwriting. Should an injured employee wish to receive brand name drugs when a generic is available, she or he may do so at their own expense.

Pharmacists may charge up to the usual and customary amount for over-the-counter non-prescription drugs. No Filling Fee is allowed for these non-prescription drugs.

*See Rule 0800-2-18-.12.*

**O. Ambulance Services**

Pre-certification is required for all ground and air ambulance services that are non-emergency. When it is an emergency, retro-certification is required within 72 hours of service, or within three business days. Reimbursement for these services is capped at the lesser of the submitted charges, or 150% of the current Medicare rate. To the extent permitted by federal law, the rates determined in the preceding sentence shall also apply to air ambulance services.

*See Rule 0800-2-18-.13.*

**P. Clinical Psychological Services**

Psychological treatment by any clinician other than a licensed psychiatrist is capped at 100% of the national Medicare allowable amount. Utilization review is required for all psychological treatment services in excess of fifteen (15) visits.

*See Rule 0800-2-18-.14.*

**Q. Surgery, Surgical Assistants and Modifiers**

Physicians performing surgery may generally receive up to 200% of the allowable Tennessee Adjusted Medicare amount. Orthopaedic and neurosurgeons may receive up to 275% of the Tennessee Medicare amount (based on the conversion factor of 33.9764) for surgical services only.

Multiple Procedures: Maximum reimbursement shall be based on 100% of the appropriate Medical Fee Schedule amount for the major procedure plus 50% of the lesser or secondary procedure(s). The major procedure shall be determined to be the procedure with the highest Medicare reimbursement.

A physician who assists at surgery may be reimbursed up to the lesser of the surgical assistant's usual charge or twenty percent (20%) of the maximum allowable Medical Fee Schedule amount. Licensed physician assistants may serve as surgical assistants but shall be limited in reimbursement to the fee due from the procedure as calculated pursuant to Medicare guidelines, not the conversion factors contained in the Workers' Compensation Medical Fee Schedule.

**Modifiers** should be used in a manner consistent with Medicare Guidelines and Procedures. Modifier 22, in accordance with Medicare principles, should only be used when a case is clearly out of the range of ordinary difficulty for that type of procedure.

Using the example of gallbladder surgery, if a patient weighed 300 pounds and had previous upper abdominal surgery such that adhesions in the upper abdomen were extremely dense, the gallbladder was densely adherent to the gallbladder bed on the liver, and the surgery time was two and one-half hours, that would be a case where the surgeon is justified in using the -22 modifier and asking for extra reimbursement beyond the usual Medicare fee schedule amount.

When a claim is submitted with the -22 modifier, it must be clearly evident why extra reimbursement is being sought. There must be two separate pieces of documentation submitted with a claim on which the -22 modifier has been appended. First, there must be a copy of the surgeon's operative note. The operative note must clearly document the unusual difficulty of the case. The time that the case took should be documented in the operative note and it is helpful if the time a usual case takes is listed for comparison. Again, using the unusual case of gallbladder surgery above, the surgeon might report at the end of the operative note, after describing the very difficult dissection, that the operation took two and one-half hours, with the usual operation time being one hour and 15 minutes.

Second, there must be a separate letter from the surgeon, explaining why extra reimbursement is being requested. Finally, these two documents should be congruent, which is to say that the letter should not describe a terribly difficult procedure while the operation note describes a standard case. These two separate pieces of documentation are required because they are needed to:

- show that an unusually difficult procedure was indeed performed; and,
- allow determination of what level of extra payment above the usual Fee Schedule amount should be allowed.

If a procedure is submitted with a -22 modifier appended to it and is allowed for payment, but the two required pieces of documentation are not submitted with the claim, the claim should be paid up to the normal Fee Schedule amount without any extra allowance.

**The maximum allowable additional amount under the Fee Schedule for Modifier 22 is 10% for orthopedic or neurosurgeons performing surgery at a rate up to 275% of applicable Medicare rates.**

*See Rules 0800-2-18-.04 and 0800-17-.07.*

Orthopaedic and neurosurgeons may use the modifier "ON" on the HCFA 1500 form, when submitting surgical charges.

**R. Professional Services**

The Centers for Medicare and Medicaid Services (“CMS”) has eliminated the use of all inpatient and office/outpatient consultation codes for dates of service on or after January 1, 2010. Inpatient codes 99251 to 99255 and outpatient/office codes 99241 to 99245 will no longer be accepted by CMS. As a result, medical providers who are billing under the Tennessee Medical Fee Schedule, which is largely based on Medicare’s reimbursement formula, will need to discontinue the use of inpatient codes 99251 to 99255 and outpatient/office codes 99241 to 99245. Instead, medical providers should bill, as applicable:

- Initial inpatient hospital care: 99221 to 99223
- Subsequent hospital care: 99231 to 99233
- Initial nursing facility care: 99304 to 99306
- New patient office visit: 99201 to 99205
- Established patient office visit: 99211 to 99215

The official instruction issued by CMS can be found at:  
<http://www.cms.hhs.gov/transmittals/downloads/R1875CP.pdf>

Pursuant to rule amendments that became effective on August 26, 2009, the conversion factors below are based on the CMS’ unit conversion factor of 38.0870 which was in effect March 2008. These conversion factors should be multiplied with the current facility/non-facility (whichever applies) Tennessee Medicare price as determined by the type of CPT code and date of service for dates of service through August 8, 2012.

<b>Service Category</b>	<b>Multiplier of 2008 Medicare</b>	<b>August 26- Dec 31, 2009</b>	<b>Jan-May 31, 2010*</b>	<b>June-Dec 31, 2010</b>	<b>As of Jan 1, 2011**</b>	<b>Jan 1, 2012 –August 8, 2012 ***</b>
<b>CMS Conversion Factor</b>	<b>CF=\$38.0870</b>	<b>CF=\$36.0666</b>	<b>CF=\$36.0791</b>	<b>CF=\$36.8729</b>	<b>CF=\$33.9764</b>	<b>CF=34.0376</b>
Chiropractic Care	130%	1.3728	1.3723	1.3428	1.4573	1.4547
General Surgery	200%	2.1120	2.1113	2.0659	2.2420	2.2379
Surgery by board certified or board eligible Neurosurgeon	275%	2.9041	2.9030	2.8405	3.0827	3.0772
General Medicine (including ALL E&M)	160%	1.6896	1.6890	1.6527	1.7936	1.7903
Emergency Codes	200%	2.1120	2.1113	2.0659	2.2420	2.2379
Surgery by board certified or board eligible Orthopedic surgeon	275%	2.9041	2.9030	2.8405	3.0827	3.0772
Radiology	200%	2.1120	2.1113	2.0659	2.2420	2.2379
Physical & Occupational Therapy	130%	1.3728	1.3723	1.3428	1.4573	1.4547
Dentistry	100%	1.0560	1.0557	1.0329	1.1210	1.1190

\* On May 10, 2010, CMS modified the conversion factor for Jan-May 2010 due to changes in RVU amounts enacted by the Patient Protection and Affordable Health Care Act. To remain budget neutral, CMS adjusted the conversion factor to 36.0791, which is the amount that is applicable to the Jan-May 2010 period.

\*\* CMS issued an emergency update to the 2011 conversion factor that was effective for all dates of service on or after January 1, 2011.

\*\*\* CMS adjusted the 2012 conversion factor to remain budget neutral. The adjusted 2012 conversion factor is effective for dates of service from January 1, 2012 through August 8, 2012.

Pursuant to rule amendments that became effective on August 9, 2012 practitioner fees shall be based on the conversion factor of 33.9764, which shall be used in conjunction with the most current Medicare RVUs for all dates of service on or after August 9, 2012. The following Tennessee specific conversion factors should be applied to the service category in order to calculate the appropriate amount.

Service Category	TN Conversion Factor
Orthopaedic and Neurosurgery*	275%
General Surgery	200%
Radiology	200%
Pathology	200%
Physical/Occupational Therapy	130%
Chiropractic	130%
General Medicine (including evaluation & management)	160%
Emergency Care	200%
Dentistry	100%
Anesthesiology	75.00 per unit

\*Orthopaedic and neurosurgeons may use the modifier “ON” on the HCFA 1500 form when submitting surgical charges. If the modifier or another indicator is not placed on the form then the Tennessee Department of Health’s database may be consulted in order to determine the provider’s specialty.

Maximum allowable fees for professional services should always be calculated by multiplying the current Medicare Tennessee adjusted total with the appropriate conversion factor for that type of code and provider. The Medicare RVU's and GPCI's used in the following examples are current through January 30, 2015.

Example: CPT code 99204 --- Office/outpatient visit, new patient --The maximum allowable for Tennessee is 235.49 (160 % of TN Medicare based on the conversion factor of 33.9764). This is calculated by the following:

$$(\text{work RVU } 2.43 * \text{work GPCI } 1.000) = 2.43 + (\text{transitioned non-facility PE RVU } 1.99 * \text{PE GPCI } 0.898) = 1.787 + (\text{MP RVU } 0.22 * \text{MP GPCI } 0.524) = 0.115 = 4.332$$

$$\text{Total RVU's} = 4.332 * \text{TN conversion factor } 33.9764 = 147.186 * 1.6 \text{ for E\&M} = 235.49$$

Example: CPT code 25444 ---Reconstruct wrist joint – The maximum allowable for Tennessee is 1470.09 (200% of TN Medicare based on the conversion factor of 33.9764).

For orthopaedic and neurosurgeons, the maximum allowable for Tennessee is 2021.37(275% of TN Medicare based on the conversion factor of 33.9764). This is calculated by the following:

$$(\text{work RVU } 11.42 * \text{work GPCI } 1.000) = 11.42 + (\text{transitioned facility PE RVU } 9.9998 * \text{PE GPCI } 0.898) = 8.962 + (\text{MP RVU } 2.39 * \text{MP GPCI } 0.0524) = 1.252 = 21.634$$

$$\text{Total RVU's} = 21.634 * \text{TN conversion factor } 33.9764 = 735.045 * 2.0 \text{ Surgery} = 1470.09$$

$$\text{Total RVU's} = 21.634 * \text{TN conversion factor } 33.9764 = 735.045 * 2.75 \text{ Orth/Neuro Surgeon} = 2021.37$$

See Rule 0800-2-17-.03(14) and 0800-2-18-.02.

#### S. **Dentistry**

Dental services are capped at 100% of the Tennessee Adjusted Medicare amount. If there is no appropriate Medicare amount (as there are not in many instances), then the maximum amount allowed under the Medical Fee Schedule is the usual and customary amount, which is 80% of the billed charges.

See Rules 0800-2-18-.02(2)(a) and 0800-2-18-.02(4)(a).

#### T. **Physician's Assistants and Certified Nurse Practitioners-Maximum Reimbursement**

In accordance with a recent opinion by the Tennessee Attorney General, physician assistants and certified nurse practitioners may provide treatment within the scope of their licensure under the direct orders of the treating physician, and the workers' compensation patient need not be seen by the treating physician on each visit. Maximum reimbursement for these practitioners is 100% of the national Medicare allowable amount based on the conversion

factor of 33.9764 for these types of practitioners. In no event shall reimbursement be based on a physician's office visit if the patient is seen only by a physician's assistant or nurse practitioner.

*See Rule 0800-2-17-.05(4).*

Except for anesthesiology, the specialty-specific multipliers listed above in Section R shall not apply to services provided by physician assistants or nurse practitioners.

*See Rule 0800-2-18-.04(2)(b).*

## IV. IN-PATIENT HOSPITAL FEE SCHEDULE

The In-patient Hospital Fee Schedule, Chapter 0800-2-19, is applicable for all *inpatient* hospital stays. These are defined as hospital stays which exceed 23 hours and the employee has been formally admitted. Different rules apply for outpatient services performed in a hospital setting. For these see Rule 0800-2-18-.07.

See Rule 0800-2-19-.02(6).

### A. In-patient Hospital Services Are Reimbursed under a Per Day Methodology

In-patient services are calculated under a per day or “*per diem*” basis, not under the Medicare DRG system. This is one of the areas in which the Tennessee Medical Fee Schedule differs from the Medicare basis used throughout most of the Fee Schedule Rules.

Reimbursement for a compensable workers’ compensation claim **shall be the lesser of the hospital’s usual charges, the PPO or other contracted amount, or the maximum amount** allowed under this In-patient Hospital Fee Schedule.

In-patient hospitals are grouped into the following separate peer groupings:

1. Peer Group 1 Hospitals
2. Peer Group 2 Rehabilitation Hospitals
3. Peer Group 3 Psychiatric Hospitals

See Rule 0800-2-18-.02(2)(b) and 0800-2-19-.01.

### B. Maximum Allowable Reimbursement Amounts

The maximum *per diem* rates to be used in calculating the reimbursement rate is as follows:

**Surgical Admissions** - \$1,800.00 for the first seven (7) days; \$1,500.00 per day for each day thereafter. This includes Intensive Care (ICU) & Critical Care (CCU);

**Medical Admissions** - \$1,500.00 for first seven (7) days; \$1,250.00 per day for each day thereafter;

**Rehabilitation Hospitals** - \$1,000.00 for the first seven (7) days; \$800.00 per day thereafter;

**Psychiatric Hospitals** (applicable to chemical dependency as well) maximum allowable amount is \$700.00 per day.

**C. Trauma care**

Trauma care at any licensed Level 1 Trauma Center **only** shall be reimbursed at a maximum rate of \$3,000.00 per day for each day of patient stay. Actual trauma care determines trauma rates for admissions and re-admissions. The person must have required admission or re-admission to a trauma center and the person could not have been treated in a non-trauma facility. Trauma must be the primary diagnosis.

Reimbursement for trauma inpatient hospital services shall be limited to the lesser of the maximum allowable as calculated by the appropriate *per diem* rate, or the hospital's billed charges minus any non-covered charges.

A list of all trauma centers in the state may be accessed at this website: <http://www2.tennessee.gov/health/ems/TraumaCenterInspections.htm>

**D. Surgical implants**

These shall be reimbursed separately and in addition to the *per diem* hospital charges pursuant to Rule 0800-2-18-.10 of the Medical Fee Schedule Rules.

Additional reimbursement may be made in addition to the per diem for implantables (i.e. rods, pins, plates and joint replacements, etc.). Maximum reimbursement for implantables billed at \$100.00 or less per item shall be limited to eighty percent (80%) of billed charges. Maximum reimbursement for implantables over \$100.00 is limited to the hospital's cost plus fifteen percent (15%) of the invoice amount, up to a maximum of invoice plus \$1,000.00 per item. This is not cumulative. Implantables shall be billed using the appropriate HCPCS codes, when available. Billing for implantables which have an invoice amount over \$100.00 shall be accompanied by an invoice.

**E. Non-covered charges**

Non-covered items are: convenience items, charges for services not related to the work injury/illness services that were not certified by the payer or their representative as medically necessary.

**F. Amounts in Addition to Per Diem Charges**

The following items **are not included in the *per diem* reimbursement** to the facility and may be reimbursed separately. All of these items must be listed with the applicable CPT/HCPCS codes.

**Durable Medical Equipment** --- Items \$100.00 or less, the maximum amount is 80% of billed charges; over \$100.00, the maximum amount is the manufacturer's invoice amount plus 15% of invoice, with the 15% capped at \$1,000.00. This is NOT cumulative, but is per item.

**Orthotics and Prosthetics** --- capped at 115% of the national Medicare allowable amount.

**Implantables** --- Items \$100.00 or less, maximum is 80% of billed charges; over \$100.00, the maximum amount is the manufacturer's invoice amount plus 15% of invoice, with the 15% capped at \$1,000.00. This is NOT cumulative, but is per item.

**Ambulance Services** --- capped at the lesser of the billed charges, or the average rate paid for ambulance services within the same geographic area.

**Take-home Medications and Medical Supplies** --- Over-the-counter medications may be reimbursed up to the usual and customary amount, 80% of billed charges. Prescription drugs are reimbursable up to the lesser of the normal charge for the drug, or the AWP fee. Medical Supplies shall be reimbursed pursuant to current Medicare guidelines up to 100% of the Medicare allowable amount.

**Radiology Services** – technical component paid per medical fee schedule according to applicable Medicare guidelines

**Lab/Pathology Services** --- 200% of Medicare; Lab rates are based on 200% of Medicare's national clinical lab schedule.

The above-listed items are reimbursed in accordance with the Medical Cost Containment Program Rules (Chapter 0800-2-17) and Medical Fee Schedule Rules (Chapter 0800-2-18) payment limits. Items not listed in the Rules shall be reimbursed at the usual and customary rate as defined in Rule 0800-2-17-.03(80), unless otherwise indicated in the Medical Fee Schedule Rules. In-patient hospital *per diem* rates are all inclusive (with the exception of those items listed above).

**G. Reimbursement Calculations Explanation:**

1. Each admission is assigned an appropriate DRG.
2. The applicable Standard Per Diem Amount ("SPDA") is multiplied by the length of stay ("LOS") for that admission.
3. The Workers' Compensation Reimbursement Amount ("WCRA") is the total amount of reimbursement to be made for that particular admission.

Reimbursement Formula:  $LOS \times SPDA = WCRA$

Example: DRG 222: Knee Procedures W/O CC

Hospital Peer Group: 1-Surgical admission:

Maximum rate per day: \$1,800 first seven (7) days/\$1,500 per day each day thereafter

Number billed days: 3

Billed charges (after subtracting amounts for implants, radiology, etc).....\$20,000.00

Maximum allowable payment for normal DRG stay: .. \$5,400.00

Amounts due hospital for implants, radiology, etc.....\$4,500.00

Maximum fee schedule amount:.....\$5,400.00 + \$4,500.00 = \$9,900.00

Proper reimbursement would be the lesser of billed charges, maximum fee schedule amount, or other contracted or negotiated rate.

See Rule 0800-2-19-.03.

**H. Stop-Loss Method**

Stop-loss is an independent reimbursement factor established to ensure fair and reasonable compensation to the hospital for unusually costly services rendered during treatment to an injured worker.

To be eligible for stop loss payment, the total Allowed Charges for a hospital admission must exceed the hospital maximum payment, as determined by the hospital maximum payment rate per day, by at least \$15,000. Amounts for items set forth in rule 0800-2-19-.03(2)(d)(4) such as implantables, radiology, pathology services, DME, etc., **shall NOT be included in determining the total Allowed Charges for stop-loss calculations.**

This stop-loss threshold is established to ensure compensation for unusually extensive services required during an admission. Once the allowed charges reach the stop-loss threshold, reimbursement for all additional charges shall be made based on a stop-loss payment factor of 80%. The additional charges are multiplied by the Stop-Loss Reimbursement Factor (SLRF) and added to the maximum allowable payment.

The stop-loss formula: (Additional Charges x SLRF) + Maximum Allowable Payment = WCRA

Example: DRG 222: Knee Procedures W/O CC

Hospital Peer Group: 1-Surgical admission:

Maximum rate per day: \$1,800 first seven (7) days/\$1,500 per day each day thereafter

Number billed days: ...9

Billed charges (after subtracting amounts for implants, radiology, etc).....\$53,650.00

Maximum allowable payment for normal DRG stay:.....\$15,600.00

Total difference, charges over and above maximum payments.....\$38,050.00

(If this amount is \$15,000 or less, then stop loss is not applicable.)

Difference over and above \$15,000 stop-loss is .....\$23,050.00

Payable under stop-loss (80% of \$23,050.00) .....\$18,440.00

Amounts due hospital for implants, radiology, etc.....\$3,525.00

Maximum fee schedule amount:.....15,600.00 + 18,440.00 + 3,525.00 = \$37,565.00

Proper reimbursement would be the lesser of billed charges, maximum fee schedule amount, or other contracted or negotiated rate.

See Rule 0800-2-19-.03(4).

**I. Pre-admission Utilization Review**

Payers are required to initiate utilization review for all inpatient admissions (length of stay exceeding 23 hours) in the form of pre-admission review. If the duration of the inpatient stay is longer than the number of days certified by pre-admission review, then the payer shall implement concurrent review until discharge. For emergency inpatient admissions, the payer shall begin retrospective review within one (1) business day of notice of the admission. Review of outpatient stays is not required, but may be initiated if a dispute regarding medical necessity exists.

The timeframes and other requirements of Chapter 0800-2-6 shall apply to all utilization reviews of inpatient and outpatient admissions.

*See Rule 0800-2-19-.04.*

**J. Pharmacy Services**

Pharmaceutical services rendered as part of in-patient care are considered inclusive within the In-patient Hospital Fee Schedule and shall not be reimbursed separately.

*See Rule 0800-2-19-.05.*

**K. In-Patient Hospital Fee Schedule Definitions**

In addition to the definitions set out in the Medical Cost Containment Program Rules, Chapter 0800-2-18, there are specific definitions provided in the In-Patient Hospital Fee Schedule Rules in Rule 0800-2-19-.02. These should be consulted to determine specific meanings of terms used in this Schedule.

**L. Penalties for Violations of the In-Patient Hospital Fee Schedule**

The same rules regarding payments in excess of the Medical Fee Schedule are applicable to this Fee Schedule.

*See Rule 0800-2-19-.06.*

**M. Additional Information about the Medical Fee Schedule**

More information on the Medical Fee Schedule is available in the Medical Fee Schedule Rules at our website, <http://www.tennessee.gov/labor-wfd/wcomp.html>, at the Tennessee secretary of state's website, <http://www.tennessee.gov/sos/rules/0800/0800-02/0800-02.html>, or through the:

Tennessee Department of Labor and Workforce Development  
Division of Workers' Compensation  
220 French Landing Drive  
Nashville, TN 37243  
Telephone: (615) 532-1326  
Electronic Mail: [wc.info@tn.gov](mailto:wc.info@tn.gov)