Pay under HOFS statute (Minn. Stat. 176.1364)

Is the bill from a critical access hospital?

Pay 100% of the charges

Is there at least one service with a J1 SI on the bill?

Does the bill include any services with a J2 SI?

Yes

Does the service have a J2 SI?

Yes

Pay the HOFS amount for each service with a J2 SI.

EXCEPTION

Are there 8 or more units of G0378 (observation services, per hour) on the bill?*

Yes

Pay the rate in the HOFS for APC 8011, regardless of the amount charged.

No

All other services are packaged into this payment amount.

No

Payment for the drug is packaged into payment for the injection or infusion service.

Is the drug delivered by injection or infusion?

Yes

Is the drug included in the Medicare Average Sales Price (ASP) file?

Yes

Pay the ASP rate for the day the drug is dispensed.

No

Pay at 85% of hospital’s usual and customary charge.

No

Is the service included in the Medicare Average Sales Price (ASP) file?

Yes

Pay at 85% of hospital’s usual and customary charge.

No

Is the service covered by the relative value fee schedule?

Yes

Liability is as provided in the relative value fee schedule.

No

Pay at 85% of hospital’s usual and customary charge.

In developing this flowchart, the Department of Labor and Industry has made every effort to accurately reflect the requirements codified in Minnesota Statutes § 176.1364. The statutory language controls in the event of a difference between these instructions and the statute.

Definitions

1) HOFS means the workers’ compensation hospital outpatient fee schedule posted on the DLI website.

2) SI means the Status indicator, assigned by Medicare in OPPS Addendum A or B, for a specific HCPCS code.

Notes

*In order for the observation APC to apply, there must be a physician or dentist’s order for observation with the bill.