State of California

Department of Industrial Relations

DIVISION OF WORKERS’ COMPENSATION



**Additional Order of the Administrative Director of the**

**Division of Workers’ Compensation**

OMFS Update for Hospital Outpatient Departments and

Ambulatory Surgical Center Services

Effective July 1, 2024

On July 1, 2024, the Administrative Director of the Division of Workers’ Compensation issued an order that title 8, California Code of Regulations, section 9789.39, pertaining to the Hospital Outpatient Departments and Ambulatory Surgical Centers Fee schedule portion of the Official Medical Fee Schedule, be adjusted to conform to changes in the Medicare system, effective for services rendered on or after July 1, 2024. Subsequently, on August 5, 2024, the Centers for Medicare and Medicaid Services (CMS) issued an updated Hospital Outpatient Prospective Payment System (HOPPS) Addendum A and Addendum B to supersede the previous documents, effective July 1, 2024. In addition, CMS made a clerical correction updating the Ambulatory Surgical Center (ASC) Payment Rates-Addenda webpage reference to June 28, 2024 from June 27, 2024 (to match the date of the Excel file already adopted into our regulations.) No other changes were made.

Pursuant to Labor Code section 5307.1(g)(1),(2), Title 8, California Code of Regulations, section 9789.39 subdivision (b), is amended to adopt and incorporate by reference CMS’ HOPPS Addendum A and Addendum B found in [July 2024 Addendum A-updated 08/05/2024](https://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/HospitalOutpatientPPS/Addendum-A-and-Addendum-B-Updates) and [July 2024 Addendum B-updated 08/05/2024](https://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/HospitalOutpatientPPS/Addendum-A-and-Addendum-B-Updates) and to revise the date the ASC Payment Rates-Addenda was updated to match the date of the Excel file already adopted into our regulations.

This Order adopts changes to the OMFS for the Hospital Outpatient Departments and Ambulatory Surgical Centers services to conform to Medicare changes as follows:

|  | Services Occurring On or After February 15, 2024 and Mid-year updates |
| --- | --- |
| APC Payment Rate | [Unchanged language omitted]  For services occurring on or after July 1, 2024, [Addendum B July 2024](https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/addendum-a-b-updates)-08/05/2024, (July\_Web\_2024\_~~OPPS\_~~Addendum\_B.~~06~~08052024.xlsx) |
| APC Relative Weight | [Unchanged language omitted]  For services occurring on or after July 1, 2024, [Addendum B July 2024](https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/addendum-a-b-updates)-08/05/2024, (July\_Web\_2024\_~~OPPS\_~~Addendum\_B.~~06~~08052024.xlsx) |
| HOPPS Addenda | [Unchanged language omitted]  For services occurring on or after July 1, 2024 addenda:   * A ([July 2024](https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/addendum-a-b-updates)-updated 08/05/2024; July\_Web\_2024\_Addendum\_A.~~06~~08052024.xlsx) * B ([July 2024](https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/addendum-a-b-updates)-updated 08/05/2024; July\_Web\_2024\_Addendum\_B.~~06~~08052024.xlxs) * D1 (2024 NFRM OPPS Addenda; 2024 NFRM Addendum D1.11012023.xlsx) * D2 (2024 NFRM OPPS Addenda; 2024 NFRM Addendum D2.11012023.xlsm) * E (2024 NFRM OPPS Addenda; 2024 NFRM Addendum E.11012023.xlsx) * J (2024 NFRM OPPS Addenda; 2024 NFRM Addendum J.11012023.xls) * L (2024 NFRM OPPS Addenda; 2024 NFRM Addendum L.11012023.xlsx) * M (2024 NFRM OPPS Addenda; 2024 NFRM Addendum M.11012023.xlsx) * P ([2024 CN OPPS Addendum P](https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/regulations-notices/cms-1786-cn); 2024\_CN\_Addendum\_P.02082024.xlsx)   Note:  Access the files on the [CMS](https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/regulations-notices/cms-1786-fc) website at: <https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/regulations-notice/cms-1786-fc> |
| Surgical Procedure HCPCS | [Unchanged language omitted]  For services occurring on or after July 1, 2024, HCPCS codes listed in column A, of CMS’ Ambulatory Surgical Center (ASC) Payment System “Jul 2024 ASC AA,” Column A, of CMS’ ASC “Jul 2024 ASC EE”, and CPT codes 15772, 15774, 15853, 15854, 20560, 20561, 20701-20705, 21811-21813, 22634, 33370, 33904, 35500, 35685, 35686, 36415, 36456, 49623, 57465, 63052, 63053, and 64629, but excluding HCPCS codes listed on CMS’ 2024 HOPPS Addendum E as an inpatient only procedure.  [ASC Addenda](https://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/ASCPayment/11_Addenda_Updates.html) AA and EE may be found in: [July 2024 ASC Approved HCPCS Code and Payment Rates](https://www.cms.gov/medicare/payment/prospective-payment-systems/ambulatory-surgical-center-asc/asc-payment-rates-addenda)-Updated 06/2~~7~~8/2024 (July\_2024\_ASC\_Addenda.06282024.xlsx) on the [CMS](https://www.cms.gov/medicare/payment/prospective-payment-systems/ambulatory-surgical-center-asc/asc-payment-rates-addenda%20) website at: <https://www.cms.gov/medicare/payment/prospective-payment-systems/ambulatory-surgical-center-asc/asc-payment-rates-addenda>  2024 HOPPS Addendum E (2024 NFRM Addendum E.11012023.xlsx) is found at: <https://www.cms.gov/medicare/payment/prospective-payment-systems/hospital-outpatient/regulations-notices/cms-1786-fc> |

The Order dated July 1, 2024, remains in effect for services on or after July 1, 2024, except as modified by this Order.

This Order and the updated regulations shall be published on the website of the Division of Workers’ Compensation on the [Hospital Outpatient Departments and Ambulatory Surgical Centers Fee schedule](https://www.dir.ca.gov/dwc/OMFS9904.htm#6) webpage.

**IT IS SO ORDERED.**

Dated: August 9, 2024 /S/ GEORGE P. PARISOTTO\_\_\_\_\_\_\_

GEORGE P. PARISOTTO

Administrative Director of the

Division of Workers’ Compensation