

State of California
Department of Industrial Relations
DIVISION OF WORKERS' COMPENSATION



**Order of the Administrative Director of the
Division of Workers' Compensation
(OMFS Update for Hospital Outpatient Departments and Ambulatory Surgical
Center Services - Effective April 1, 2018)**

Pursuant to Labor Code section 5307.1(g)(2), the Administrative Director of the Division of Workers' Compensation orders that the Hospital Outpatient Departments and Ambulatory Surgical Centers Fee schedule portion of the Official Medical Fee Schedule contained in title 8, California Code of Regulations, section 9789.39, is adjusted to conform to changes in the Medicare system, effective for services rendered on or after April 1, 2018. The update includes changes identified in Center for Medicare and Medicaid Services Change Request (CR) number 10515 (revised March 22, 2018), Transmittal R4005CP.

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

- 1) The April 2018 Medicare Hospital Outpatient Prospective Payment System (OPPS) release. The CMS' Medicare Addendum A [Zip] as indicated below is adopted and incorporated by reference, and conforming changes are adopted to title 8, California Code of Regulations, section 9789.39:

For services rendered on or after April 1, 2018:

[Addendum A \[2018-April-Addendum-A.zip\]](#)

2018_april_web_addendum_a.03.19.18final.xlsx

- 2) The April 2018 Medicare Hospital Outpatient Prospective Payment System (OPPS) release. The CMS' Medicare Addendum B [Zip] as indicated below is adopted and incorporated by reference, and conforming changes are adopted to title 8, California Code of Regulations, section 9789.39:

For services rendered on or after April 1, 2018:

[Addendum B \[2018-April-Addendum-B.zip\]](#)

2018_april_web_addendum_b.03.19.18final.xlsx

- 3) The April 2018 [Ambulatory Surgical Center Payment System release](#). Certain columns of the CMS' Medicare April 2018 ASC Approved HCPCS Code and Payment Rates [Zip] as indicated below is adopted and incorporated by reference, and conforming changes are adopted to title 8, California Code of Regulations, section 9789.39:

For services rendered on or after April 1, 2018:

April 2018 ASC Approved HCPCS Code and Payment Rates – Updated 3/21/2018

[April-2018-ASC-Approved-HCPCS-Code-and-Payment-Rates (1).zip]

april_2018_asc_addenda_updated_04_01_2018b.xlsx

- o Column A entitled “HCPCS Code” of “Apr 2018 ASC AA”
- o Column A entitled “HCPCS Code” of “Apr 2018 ASC EE”

- 4) The April 2018 Integrated Outpatient Code Editor (I/OCE) release. Certain sections of the CMS' [IOCE Quarterly Data Files V19.1 \[ZIP, 46MB\]](#) as indicated below is adopted and incorporated by reference, and conforming changes are adopted to title 8, California Code of Regulations, section 9789.39:

For services rendered on or after April 1, 2018:

IOCE_V191_R0_QuarterlyDataFiles.zip

IntegOCESpecsV19.1.pdf

- o Sections 6.4.1, 6.4.3, 6.4.5, 6.5, 6.6.1, 6.6.1.1, 6.6.2, 6.6.3, 6.6.4, 6.6.4.1, and 6.6.4.2.

- 5) The changes identified in Center for Medicare and Medicaid Services' April 2018 Update of the Hospital Outpatient Prospective Payment System (OPPS), Change Request (CR) number 10515 (revised March 22, 2018), Transmittal R4005CP. The update reflects changes identified in this transmittal, generally; and in particular, adopts and incorporates by reference section 6, pertaining to the payment rule regarding X-rays taken using computed radiography technology.

This Order and the updated regulations are effective for services rendered on or after April 1, 2018 and shall be published on the website of the [Division of Workers' Compensation](#):
<http://www.dir.ca.gov/DWC/OMFS9904.htm>

IT IS SO ORDERED.

Dated: March 27, 2018

ORIGINAL SIGNED BY
GEORGE P. PARISOTTO
Administrative Director of the
Division of Workers' Compensation