

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 October 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 October 1, 2018. The update includes changes identified in Center for Medicare and Medicaid Services Change Request (CR) number 10923 (released August 24, 2018), Transmittal R4123CP.

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 October 2018 Medicare Hospital Outpatient Prospective Payment System (OPPS) release. The CMS' Medicare Addendum A, 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 October 1, 2018:

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

2018\_october\_web\_addendum\_a.10.01.18no\_340brem.xlsx

- 2) The October 2018 Medicare Hospital Outpatient Prospective Payment System (OPPS) release. The CMS' Medicare Addendum B, 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 October 1, 2018:

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

2018\_october\_web\_addendum\_b.10.01.18no340brem.xlsx

- 3) The October 2018 Ambulatory Surgical Center Payment System release. Certain columns of the CMS' Medicare October 2018 ASC Approved HCPCS Code and Payment Rates, 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 October 1, 2018:  
October 2018 ASC Approved HCPCS Code and Payment Rates [2018-Oct-ASC-Addenda.zip]

- oct\_2018\_asc\_addenda\_updated\_09\_19\_2018.09212018cb.xlsx
- o Column A entitled "HCPCS Code" of "Oct 2018 ASC AA"
- o Column A entitled "HCPCS Code" of "Oct 2018 ASC EE"

- 4) The October 2018 Integrated Outpatient Code Editor (I/OCE) release. Certain sections of the CMS' IOCE Quarterly Data Files V19.3 [ZIP, 55MB] 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 October 1, 2018:  
IOCE Quarterly Data Files V19.3 [ZIP, 55MB]

IntegOCEspecsV19.3

- o Sections 5.4.1, 5.4.3, 5.4.5, 5.5, 5.6.1, 5.6.1.1, 5.6.2, 5.6.3, 5.6.4, 5.6.4.1, and 5.6.4.2.

- 5) The changes identified in Center for Medicare and Medicaid Services' October 2018 Update of the Hospital Outpatient Prospective Payment System (OPPS), Change Request (CR) number 10923 (released August 24, 2018), Transmittal R4123CP. The update generally reflects changes identified in this transmittal.

This Order and the updated regulations are effective for services rendered on or after October 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: September 25, 2018

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