

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



**Order of the Administrative Director of the Division of Workers' Compensation**  
 (Additional OMFS Update for Hospital Outpatient Departments and Ambulatory Surgical  
 Center Services - Effective July 1, 2019)

On June 26, 2019, pursuant to Labor Code section 5307.1(g)(1),(2), 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, 2019.

**Title 8, California Code of Regulations, section 9789.39 subdivision (b)**, is amended to adopt column A of CMS' ASC addendum AA and column A of CMS' ASC addendum EE found in the [July 2019 ASC Approved HCPCS Code and Payment Rates - Updated 06/27/2019] file, in place of the original file, for services rendered on or after July 1, 2019. The update makes no changes to the HCPCS codes listed in column A of addendum AA and column A of addendum EE. In addition, a correction is made to Comprehensive APCs (codes assigned status indicator "J1" or "J2") payment rules by deleting reference to section 5.4.2, of the IOCE Quarterly Data Files V20.2. The revisions made by this Order are shown in double strikethrough and double underline.

Ambulatory Surgical Centers Payment System Addenda	...  <u>For services occurring on or after July 1, 2019, Column A, of Addendum AA, entitled, "HCPCS Code" and Column A, of Addendum EE, entitled, "HCPCS Code" located in "July 2019 ASC Approved HCPCS Code and Payment Rates – Updated 06/27/2019 (July 2019 ASC Addenda.06262019.xlsx)</u>  ...
Comprehensive APCs (codes assigned status indicator "J1" or "J2") payment rules	...  <u>For services occurring on or after July 1, 2019, payment rules are:</u> <ul style="list-style-type: none"> <li>• <u>Medicare Claims Processing Manual, Chapter 4, sections 10.2.3, 10.4, 290.5.2, and 290.5.3</u></li> <li>• <u>CMS 2019 OPPS Addendum D1</u></li> <li>• <u>CMS 2019 OPPS Addendum J</u></li> </ul>

	<p>• <u>IOCE Quarterly Data Files V20.2 [ZIP, 50MB], sections <del>5.4.2</del>, 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</u></p> <p>...</p>
Surgical Procedure HCPCS	<p>...</p> <p><u>ASC Addenda AA and EE may be found in: “July 2019 ASC Approved HCPCS Code and Payment Rates – Updated 06/27/2019 (July 2019 ASC Addenda.06262019.xlsx) at: <a href="https://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/ASCPayment/11_Addenda_Updates.html">https://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/ASCPayment/11_Addenda_Updates.html</a></u></p> <p>...</p>

The Order dated June 26, 2019 remains in effect for services on or after July 1, 2019, except as modified by this Order.

The effective date of this Order is for hospital outpatient departments and ambulatory surgical center services rendered on or after July 1, 2019. This Order and the regulations shall be published on the website of the [Division of Workers’ Compensation](http://www.dir.ca.gov/DWC/OMFS9904.htm): <http://www.dir.ca.gov/DWC/OMFS9904.htm>

**IT IS SO ORDERED.**

Dated: July 2, 2019

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