

**STATE OF MICHIGAN  
STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES  
FOR THE DEPARTMENT OF COMMUNITY HEALTH**

P.O. Box 30763, Lansing, MI 48909  
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**IN THE MATTER OF:**

████████████████████

**Appellant**

\_\_\_\_\_ /

**Docket No.** 2010-5925 QHP  
**Case No.** ██████████

**DECISION AND ORDER**

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and 42 CFR 431.200 *et seq.*, upon the Appellant's request for a hearing.

After due notice, a hearing was held on ██████████. ██████████ appeared on her own behalf.

Health Plan of Michigan was represented by ██████████, Director of Member Services. ██████████, Manager Clinical Review Services, appeared as a witness for ██████████. ██████████ is a Department of Community Health contracted Medicaid Health Plan (hereinafter MHP).

**ISSUE**

Did the Medicaid Health Plan properly deny the Appellant's request for a hysterectomy?

**FINDINGS OF FACT**

The Administrative Law Judge, based upon the competent, material and substantial evidence on the whole record, finds as material fact:

1. The Appellant is a Medicaid beneficiary who is currently enrolled in Health Plan of Michigan, a Medicaid Health Plan (MHP).
2. The Appellant's medical conditions include recurrent cervical dysplasia with history abnormal Pap smears having undergone cryotherapy of the cervix. (Exhibit 1, pages 13-14)

3. The MHP received a prior authorization request for hysterectomy from the Appellant's doctor with attached medical records. (Exhibit 1 pages 13-19)
4. On [REDACTED], the MHP sent the Appellant an Adequate Action Notice stating that the request for hysterectomy was not authorized because the submitted clinical documentation did not support the medical criteria for the procedure. (Exhibit 1 pages 8-9)
5. The Appellant appealed the denial on [REDACTED]

### **CONCLUSIONS OF LAW**

The Medical Assistance Program is established pursuant to Title XIX of the Social Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). It is administered in accordance with state statute, the Social Welfare Act, the Administrative Code, and the State Plan under Title XIX of the Social Security Act Medical Assistance Program.

On May 30, 1997, the Department received approval from the Health Care Financing Administration, U.S. Department of Health and Human Services, allowing Michigan to restrict Medicaid beneficiaries' choice to obtain medical services only from specified Medicaid Health Plans.

The Respondent is one of those Medicaid Health Plans.

The covered services that the Contractor has available for enrollees must include, at a minimum, the covered services listed below (List omitted by Administrative Law Judge). The Contractor may limit services to those which are medically necessary and appropriate, and which conform to professionally accepted standards of care. Contractors must operate consistent with all applicable Medicaid provider manuals and publications for coverages and limitations. If new services are added to the Michigan Medicaid Program, or if services are expanded, eliminated, or otherwise changed, the Contractor must implement the changes consistent with State direction in accordance with the provisions of Contract Section 1-Z.

*Article II-G, Scope of Comprehensive Benefit Package.  
MDCH contract (Contract) with the Medicaid Health Plans,  
September 30, 2004.*

The major components of the Contractor's utilization management plan must encompass, at a minimum, the following:

- Written policies with review decision criteria and procedures that conform to managed health care industry standards and processes.
- A formal utilization review committee directed by the Contractor's medical director to oversee the utilization review process.
- Sufficient resources to regularly review the effectiveness of the utilization review process and to make changes to the process as needed.
- An annual review and reporting of utilization review activities and outcomes/interventions from the review.

The Contractor must establish and use a written prior approval policy and procedure for utilization management purposes. The Contractor may not use such policies and procedures to avoid providing medically necessary services within the coverages established under the Contract. The policy must ensure that the review criteria for authorization decisions are applied consistently and require that the reviewer consult with the requesting provider when appropriate. The policy must also require that utilization management decisions be made by a health care professional who has appropriate clinical expertise regarding the service under review.

*Article II-P, Utilization Management, Contract,  
September 30, 2004.*

Hysterectomy surgery falls within Medicaid Provider Manual policy governing general surgery. Section 12 General Surgery states "Medicaid covers medically necessary surgical procedures." *Michigan Department of Community Health Medicaid Provider Manual; Practitioner Version Date: October 1, 2009, Page 60.*

The Appellant has a history of cervical dysplasia, abnormal Pap smears and irregular menses. The Appellant has undergone cryotherapy of the cervix. (Exhibit 1 pages 13-14) On ██████████ the Appellant underwent a cervical biopsy. (Exhibit 1, pages 17-18)

As stated in the contract language above, MHP coverages and limitations must be consistent with Medicaid policy. The MHP witnesses testified that the criteria used for considering hysterectomy surgery was consistent with Medicaid policy. The MHP said it based its decision on medical necessity and that was consistent with Medicaid policy.

The above contract language also says an MHP must conform to managed health care industry standards and processes and its utilization management decisions must be made by a health care professional who has appropriate clinical expertise regarding the service under review. The MHP physician reviewers have appropriate clinical expertise for surgical procedures regarding the Appellant. The MHP submitted the InterQual Procedures Criteria for hysterectomy and the MHP witnesses testified the guidelines are industry standards and are used by the MHP to determine medical necessity. (Exhibit 1, pages 20-25). The MHP witnesses testified that the InterQual Procedures Criteria were applied to the medical documentation from the Appellant's physicians and it was determined that the Appellant did not meet the InterQual criteria or medical necessity.

Specifically the MHP stated that the Appellant's biopsy report noted diagnoses of "CIN-1", mild squamous dysplasia. (Exhibit 1, page 17) As noted in the Adequate Action notice, the hysterectomy criterion requires a diagnosis of CIN II or CIN III and that a less invasive procedure would be supported. (Exhibit 1, page 8) Additionally the MHP testified that the Appellant's doctor has since withdrawn the hysterectomy request, and has performed a less invasive alternate procedure.

The Appellant testified that while she has undergone the alternate procedure, it has not successfully resolved her condition and she still wishes to have a hysterectomy. Because her doctor has withdrawn the request, the MHP advised the Appellant to have her doctor submit a new pre-authorization request for the procedure, attaching any additional medical records to document changes in her diagnosis and the unsuccessful treatment.

Medicaid beneficiaries are only entitled to medically necessary Medicaid covered services. See 42 CFR 440.230. Medical necessity for a hysterectomy can not be established in the Appellant's case with the biopsy diagnosis of CIN I, therefore, the MHP properly denied the request. The Appellant's physician has since withdrawn the pre-authorization request for the hysterectomy and performed an alternate procedure.

### **DECISION AND ORDER**

The Administrative Law Judge, based on the above findings of fact and conclusions of law, decides that the MHP properly denied the Appellant's request for hysterectomy.

**IT IS THEREFORE ORDERED** that:

The Medicaid Health Plan's decision is AFFIRMED.

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Colleen Lack  
Administrative Law Judge  
for Janet Olszewski, Director  
Michigan Department of Community Health

**Docket No. 2010-5925 QHP**  
**Decision & Order**

CC:



Date Mailed: 1/12/2010

**\*\*\* NOTICE \*\*\***

The State Office of Administrative Hearings and Rules may order a rehearing on either its own motion or at the request of a party within 30 days of the mailing date of this Decision and Order. The State Office of Administrative Hearings and Rules will not order a rehearing on the Department's motion where the final decision or rehearing cannot be implemented within 90 days of the filing of the original request. The Appellant may appeal the Decision and Order to Circuit Court within 30 days of the receipt of the Decision and Order or, if a timely request for rehearing was made, within 30 days of the receipt of the rehearing decision.