## MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

## **GENERAL INFORMATION**

<u>Requestor Name</u> <u>Respondent Name</u>

Memorial Compounding Pharmacy Zurich American Insurance Company

MFDR Tracking Number Carrier's Austin Representative

M4-19-0709-01 Box Number 19

**MFDR Date Received** 

October 9, 2018

### **REQUESTOR'S POSITION SUMMARY**

**Requestor's Position Summary:** "These medications do not require preauthorization therefore do not need a retrospective review."

Amount in Dispute: \$333.04

#### RESPONDENT'S POSITION SUMMARY

Respondent's Position Summary: "Carrier has decided to pay for these two oral medications ..."

Response Submitted by: Flahive, Ogden & Latson

## SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
March 14, 2018	Cyclobenzaprine 10 mg Tablets	\$155.78	\$126.85
March 14, 2018	Gabapentin 300 mg Capsules	\$177.26	\$153.70
	Total	\$333.04	\$280.55

# FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and applicable rules of the Texas Department of Insurance, Division of Workers' Compensation.

## **Background**

- 1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 2. 28 Texas Administrative Code §134.503 sets out the fee guidelines for pharmaceutical services.

#### <u>Issues</u>

Is Memorial Compounding Pharmacy (Memorial) entitled to reimbursement for the drugs in question?

#### **Findings**

Memorial is seeking reimbursement for drugs dispensed on March 14, 2018. In its position statement on behalf of Zurich American Insurance Company; Flahive, Ogden & Latson did not maintain its denial of payment for the drugs in question. To date, the insurance carrier has not presented evidence that reimbursement was provided to Memorial.

Rule 28 Texas Administrative Code §134.503 applies to the reimbursement of pharmaceutical services. The calculation of the total allowable amount is as follows:

- Cyclobenzaprine 10 mg tablets: (1.092 x 90 x 1.25) + \$4.00 = \$153.70
- Gabapentin 300 mg capsules: (1.3307 x 90 x 1.25) + \$4.00 = \$126.85

The total reimbursement is therefore \$280.55. This amount is recommended.

### Conclusion

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$280.55.

#### **ORDER**

Based on the submitted information, pursuant to Texas Labor Code Section 413.031 and 413.019 (if applicable), the division has determined the requestor is entitled to additional reimbursement for the disputed services. The division hereby ORDERS the respondent to remit to the requestor \$280.55, plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this order.

### **Authorized Signature**

	Laurie Garnes	April 11, 2019	
Signature	Medical Fee Dispute Resolution Officer	Date	

#### YOUR RIGHT TO APPEAL

Either party to this medical fee dispute has a right to seek review of this decision in accordance with Rule §133.307, effective May 31, 2012, *37 Texas Register 3833*, applicable to disputes filed on or after June 1, 2012.

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MFDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed. **Please include a copy of the** *Medical Fee Dispute Resolution Findings and Decision* together with any other required information specified in 28 Texas Administrative Code §141.1(d).

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.