MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

Requestor Name Respondent Name

Memorial Compounding Pharmacy Ace American Insurance Co

MFDR Tracking Number Carrier's Austin Representative

M4-20-1045-01 Box Number 15

MFDR Date Received

December 23, 2019

REQUESTOR'S POSITION SUMMARY

<u>Requestor's Position Summary:</u> "The Texas labor Code Section 408.027 (b) requires that the carrier must pay, reduce, deny or determine to audit the health provider's claim no later than the 45th day after the date of receipt by the carrier. Memorial did not receive any correspondence as per rule...

Amount in Dispute: \$110.12

RESPONDENT'S POSITION SUMMARY

Respondent's Position Summary: None submitted.

SUMMARY OF FINDINGS

| Dates of Service | Disputed Services | Amount in Dispute | Amount Due |
|------------------|------------------------|-------------------|------------|
| October 11, 2019 | Diclofenac 1% gel clip | \$110.12 | \$66.25 |

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.
- 3. Neither party submitted an explanation of benefits for the disputed services.

<u>Issues</u>

What is the calculated fee based on the applicable rule?

Findings

The requestor is seeking reimbursement of oral medication dispensed in October 11, 2019. The respondent submitted no explanation of benefits to support prior adjudication of the services in dispute.

The services in dispute are subject to 28 Texas Administrative Code §134.503 (c) which states the insurance carrier shall reimburse the health care provider or pharmacy processing agent for prescription drugs the lesser of the fee established by the following formulas based on the average wholesale price (AWP) as reported by a nationally recognized pharmaceutical price guide or other publication of pharmaceutical pricing data in effect on the day the prescription drug is dispensed:

• Generic drugs: ((AWP per unit) x (number of units) x 1.25)

| Drug | NDC | Generic(G) /Brand(B) | Price /Unit | Units Billed | AWP Formula | Billed Amt | Lesser of AWP and Billed |
|------------|-------------|----------------------|----------------|-----------------|----------------|------------|--------------------------|
| Diclofenac | 69097052444 | G | .53 | 100 | \$99.25 | \$110.12 | \$66.25 |
| | | _ | | | | Total | \$66.25 |

The total reimbursement is \$66.25. This amount is recommended.

Conclusion

The outcome of each independent medical fee dispute relies upon the relevant evidence presented by the requestor and the respondent at the time of adjudication. Though all the evidence in this dispute may not have been discussed, it was considered.

For the reasons stated above, the Division finds reimbursement is due. The amount ordered is \$66.25.

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 66.25 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this order.

Authorized Signature

| | | February 13, 2020 |
|-----------|--|-------------------|
| 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 DWC within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to DWC 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 TAC §141.1(d).

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