

Texas Department of Insurance

Division of Workers' Compensation - Medical Fee Dispute Resolution (MS-48) 7551 Metro Center Drive, Suite 100, Austin, Texas 78744-1645 (512) 804-4000 | F: (512) 804-4811 | (800) 252-7031 | TDI.texas.gov | @TexasTDI

MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

Requestor Name MEMORIAL COMPOUNDING RX Respondent Name TEXAS MUTUAL INSURANCE CO

MFDR Tracking Number

M4-20-1511-01

Carrier's Austin Representative

Box Number 54

MFDR Date Received

February 18, 2020

REQUESTOR'S POSITION SUMMARY

<u>Requestor's Position Summary</u>: "These medication due not require preauthorization therefore do not need a retrospective review."

Amount in Dispute: \$1,068.79

RESPONDENT'S POSITION SUMMARY

<u>Respondent's Position Summary</u>: "Pregabalin per ODG is listed as a Y drug and N drug. The carrier is requesting clarification as to which one was dispensed."

Response Submitted by: Texas Mutual Insurance Company

SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
October 14, 2019	Pregabalin 300 mg capsules	\$1,068.79	\$0.00

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 (DWC).

Background

- 1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 2. 28 Texas Administrative Codes §§134.530 and 134.540 sets out the preauthorization requirements for pharmaceutical services.
- 3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
 - A11 Preauthorization required for "N" drugs in ODG Appendix A per Rule 134.503 & 134.504
 - CAC-16 Claim/service lacks information or has submission/billing error(s) which is needed for adjudication
 - CAC-197 Precertification/authorization/notification absent.

• 225 – The submitted documentation does not support the service being billed. We will re-evaluate this upon receipt of clarifying information.

<u>Issues</u>

Is Memorial Compounding Pharmacy Rx (Memorial) entitled to additional reimbursement?

Findings

Memorial is seeking reimbursement for Pregabalin 300 mg capsules dispensed on October 14, 2019. Texas Mutual Insurance Company denied payment for this drug based, in part, on lack of preauthorization. Preauthorization is required for:

- drugs identified with a status of "N" in the current edition of the ODG Treatment in Workers' Comp (ODG) / Appendix A, ODG Workers' Compensation Drug Formulary, and any updates;
- any prescription drug created through compounding prescribed before July 1, 2018 that contains a drug identified with a status of "N" in the current edition of the ODG Treatment in Workers' Comp (ODG) / Appendix A, ODG Workers' Compensation Drug Formulary, and any updates;
- any prescription drug created through compounding prescribed and dispensed on or after July 1, 2018; and
- any investigational or experimental drug for which there is early, developing scientific or clinical evidence demonstrating the potential efficacy of the treatment, but which is not yet broadly accepted as the prevailing standard of care as defined in Labor Code §413.014(a).¹

The DWC finds that the drug in question has a status of "N" in the relevant edition of the *ODG Treatment in Workers' Comp* (ODG) / Appendix A, *ODG Workers' Compensation Drug Formulary*. Memorial made no argument to support that the dispensed drug does not have a status of "N." No evidence of receipt of preauthorization for this drug was submitted to the DWC. No reimbursement can be recommended.

Conclusion

For the reasons stated above, the DWC finds that the requestor has not established that additional reimbursement is due. As a result, the amount ordered is \$0.00.

ORDER

Based on the submitted information, pursuant to Texas Labor Code Section 413.031, the DWC hereby determines the requestor is entitled to \$0.00 additional reimbursement for the services in dispute.

Authorized Signature

Signature

Medical Fee Dispute Resolution Officer

May 7, 2020

Date

¹ 28 TAC §§134.530 (b)(1) and 134.540 (b)

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 DWC within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the 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 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.