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Medical Fee Dispute Resolution Findings and Decision General Information

Requestor Name

Memorial Wellness

Pharmacy

MFDR Tracking Number

M4-24-0647-01

DWC Date Received

November 16, 2023

Respondent Name

Merged into Arrowood Indemnity Co-Royal

Carrier's Austin Representative

Box Number 10

Summary of Findings

Dates of Service	Disputed Services	Amount in Dispute	Amount Due
February 6, 2023	00172-4097-60	\$365.32	\$365.32
	Total	\$365.32	\$365.32

Requestor's Position

"Memorial submitted a Request for Reconsideration. The reconsideration was submitted and received by the carrier on 05/19/2023, but the carrier has not responded to the request."

Amount in Dispute: \$365.32

Respondent's Position

The Austin carrier representative for Merged into Arrowood Indemnity Co-Royal Insurance Co of America is Cunningham Lindsey Sedgwick. The representative was notified of this medical fee dispute on November 21, 2023.

Per 28 Texas Administrative Code §133.307(d)(1), if the DWC does not receive the response within 14 calendar days of the dispute notification, then the DWC may base its decision on the available information.

As of today, no response has been received from the insurance carrier or its representative. We will base this decision on the information available.

Findings and Decision

<u>Authority</u>

This medical fee dispute is decided according to <u>Texas Labor Code §413.031</u> and applicable rules of the Texas Department of Insurance, Division of Workers' Compensation (DWC).

Statutes and Rules

- 1. <u>28 TAC §133.307</u> sets out the procedures for resolving medical fee disputes.
- 2. <u>28 TAC §134.503</u> sets out the fee guidelines for pharmacy services.

Neither party submitted evidence to support adjudication of the disputed service (Baclofen).

<u>Issues</u>

1. What rule(s) apply to the disputed service?

Findings

- 1. The requestor is seeking reimbursement for oral medication dispensed on February 6, 2023. The insurance carrier did not submit evidence of payment or denial of the disputed service (Baclofen).
 - The service in dispute will be reviewed per applicable fee guideline.
- 2. DWC Rule 28 Texas Administrative Code §134.503 (c)(1)(A)(B) states in pertinent part (c) The insurance carrier shall reimburse the health care provider or pharmacy processing agent for prescription drugs the lesser of:
 - (1) 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:
 - (A) Generic drugs: ((AWP per unit) x (number of units) x 1.25) + \$4.00 dispensing fee per prescription = reimbursement amount;
 - (B) Brand name drugs: ((AWP per unit) x (number of units) x 1.09) + \$4.00 dispensing fee per prescription = reimbursement amount;

Drug	NDC	Generic(G) /Brand(B)	Price /Unit	Units Billed	AWP Formula	Billed Amt	Lesser of AWP and Billed
Baclofen	00172409760	G	5.13	60	\$388.77	\$365.32	\$365.32
						\$365.32	\$365.32

The total reimbursement is \$365.32. This amount is recommended.

Conclusion

The outcome of this medical fee dispute is based on the evidence presented by the requestor and the respondent at the time of adjudication. Though all evidence may not have been discussed, it was considered.

DWC finds the requester has established that reimbursement is due.

Order

Under Texas Labor Code §§413.031 and 413.019, DWC has determined the requestor is entitled to reimbursement for the disputed services. It is ordered that Merged into Arrowood Indemnity Co-Royal must remit to Memorial Wellness Pharmacy \$365.32 plus applicable accrued interest within 30 days of receiving this order in accordance with 28 TAC §134.130

Authorized Signature

		<u>February 8, 2024</u>
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 under 28 TAC §133.307, which applies to disputes filed on or after **June 1, 2012**.

A party seeking review must submit DWC Form-045M, Request to Schedule, Reschedule, or Cancel a Benefit Review Conference to Appeal a Medical Fee Dispute Decision (BRC-MFD) and follow the instructions on the form. You can find the form at www.tdi.texas.gov/forms/form20numeric.html. DWC must receive the request within **20 days** of when you receive this decision. You may fax, mail, or personally deliver your request to DWC using the contact information on the form or the field office handling the claim. If you have questions about DWC Form-045M, please call CompConnection at 1-800-252-7031, option 3 or email CompConnection@tdi.texas.gov.

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

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 1-800-252-7031, opción 3 o correo electronico CompConnection@tdi.texas.gov.