Guideline No: GL-023

Payment Guideline: High-Cost Drug Reimbursement

Read First

IMPORTANT INFORMATION CONCERNING WELLFLEET PAYMENT GUIDELINES

This Payment Guideline serves as notice to health care providers of Wellfleet's payment practices. Health providers are advised to consult their own network provider agreement for determining specific payment policies.

Wellfleet may use reasonable discretion in applying these Payment Guidelines to health care services provided to its enrollees. This Payment Guideline does not address all the issues related to reimbursement for health care services. Other factors impacting reimbursement may supplement, modify or, in some cases, supersede this Payment Guideline. These factors may include, but are not limited to, other Payment Guidelines, legislative mandates, the type of provider arrangement and the terms of that agreement, and/or the member's benefit coverage document.

Wellfleet may modify this Payment Guideline at any time to comply with changes in national standards, changes in best practices, or other factors that may impact this payment Guideline. Should this Payment Guideline be revised, Wellfleet shall publish a new version of this Payment Guideline. Wellfleet encourages providers to keep current with any CPT or HCPCS updates as well as industry standards related to the services described in this Payment Guideline.

Providers are responsible for submission of accurate claims. Wellfleet reserves the right to request supporting documentation for claims submitted, including provider records.

Applicable	
Plans	

oxtimes Student Health Insurance (for policies issued or renewing
after May 2019)
□ Fully Insured
Excluding policies issued in the following states:

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	☐ Excluding Wellfleet Global				
	Self-Funded Excluding policies issued by the following				
	schools:				
	Student Sports				
	Fully Insured; for policies issued by the following carriers:AIG				
	York Insurance Company				
	Self-Funded				
	Excluding policies issued by the following schools:				
	Fully Insured Student Accident; for policies issued by the				
	following carriers:				
	M AIG				
	Wellfleet Insurance Company/Wellfleet New York				
	Insurance Company				
Purpose	To define how Wellfleet will reimburse providers for High-Cost Drugs submitted for reimbursement through a member's medical benefit				
Scope					
Scope	All provider claims containing a High-Cost Drug covered by the member's medical benefit as one or more line items, where payment methodology dictates that the High-Cost Drug(s) be				



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Definitions

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High-Cost Drug: prescription medications that have an allowed amount over \$10,000 per infusion/injection (including waste) that require special handling, administration or monitoring, are covered under both medical and pharmacy benefits, and usually treat complex and/or chronic conditions.

Guidelines

- 1. Wellfleet will reimburse the lesser of the Reasonable. Customary & Usual amount, the In Network allowed amount or up to two times the listed Average Wholesale Price (AWP) for High-Cost Drugs listed on claims under a member's Medical Benefit, when ALL the following are met:
 - The High-Cost Drug(s) is/are a covered Medical Benefit under an eligible member's Plan.
 - The High-Cost Drug(s) is/are individual line item(s) on a medical claim.
 - The High-Cost Drug(s) is/are appropriately coded, as specifically as possible at the time of billing.
 - The claim payment methodology dictates that the High-Cost Drug(s) be reimbursed separately from the other line items (i.e. percent of charges methodology, Reasonable, Customary & Usual methodology, other methodologies with an appropriate Revenue Code carve out payment).
 - The High-Cost Drug has undergone any required Precertification Review and Approval as per the member's plan.
- 2. For In-Network claims, if there is no AWP pricing available, Wellfleet will reimburse the drug at in-network pricing. If there is no Reasonable & Customary pricing available, Out of Network claims will follow standard claims procedures.
- 3. Medical Records may be requested to support billed dosing amounts.

Attachments 1. Attachment A: High Cost Drug Code List: https://wellfleetstudent.com/providers/



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Change History

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Version	Effective Date	Next Review Date
1.0	04/01/2021	04/01/2022
1.1	10/1/2021	04/01/2022
2.0	2/1/2022	2/1/2023
3.0	3/15/2023	2/1/2024
3.1*	8/1/2023	2/1/2024
4.0	2/1/2024	2/1/2025
4.1	12/20/2024	2/1/2025
5.0	2/1/2025	2/1/2026
6.0	11/1/2025	7/1/2026
6.1	12/15/2025	7/1/2026

*Formerly named "Specialty Drug Reimbursement"

Change History

Version	Effective Date	Notes
4.1	12/20/2024	Add Invega J codes to list
5.0	2/1/2025	Updated wording for definition and added wording to bullet point #1.
6.0	11/1/2025	Updated code list
6.1	12/15/2025	Added wording for when R&C or AWP isn't available due to drug being new

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(INTERNAL USE ONLY)

Authorization Log

	NAME	TITLE	SIGNATURE	DATE
Prepared by:	Barrie Baker, MD	Chief Medical Officer	Ban Borns	3/29/21



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Authorized by:	Brad Newell	Chief Financial Officer	
Authorized by:			
Authorized by:			

Original Effective Date 4/1/2021

Review Log

VERSION	DATE REVIEWED	REVIEWER NAME/TITLE	SIGNATURE	NEXT REVIEW DATE
1.0	3/29/2021	Barrie Baker, MD	Bankaan	4/1/2022
1.1	9/16/2021	Barrie Baker, MD	Bankony	4/1/2022
2.0	1/24/2022	Barrie Baker, MD	Bankony	2/1/2023
3.0	3/15/2023	Nicole Winchell, Nurse Administrator	Nicola Winda ll	2/1/2024
3.1*	8/1/2023	Nicole Winchell, Nurse Administrator	Nicola Windall	2/1/2024
4.0	2/1/2024	Nicole Winchell, Nurse Administrator	Nicola Winda ll	2/1/2024
4.1	12/20/2024	Nicole Winchell, Clinical	Nicola Windy le	12/20/24



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		Operations Manager		
5.0	1/14/2025	Raeven Fuller, Clinical Integration Supervisor	Raeven Fuller	2/1/26
6.0	10/22/2025	Raeven Fuller, Clinical Integration Supervisor	Raeven Fuller	7/1/26
6.1	12/15/2025	Raeven Fuller, Clinical Integration Supervisor	Raeven Fuller	7/1/26