



MORGAN
HEALTHCARE AUDITS, LLC

**OVERVIEW
OF
AUDIT SERVICES**

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MHA (formerly MORGAN Enterprises), is a consulting company providing Pharma Industry Auditing, Expert Witness and related consulting services to Federal, State and Private healthcare plans as well as support to Law Enforcement and Government Agencies at all levels.

SUMMARY of SERVICES

- **Retrospective PBM Audit**
- **Prospective PBM Audits**
 - **Pharmacy Audits**
 - **Contract Negotiations**
- **Consulting on PBM Selection**
- **Litigation Recovery Services**
- **Analysis for Civil and Criminal Investigations**
 - **Expert Witness**

Retrospective PBM Audit

We readjudicate 100% of claims
for targeted time period to
determine:

Contractual Compliance and Business Practice Recoveries

Example of Audits Performed:

- \$ AWP Pricing
- \$ MAC Pricing
- \$ Co-payments
- \$ Eligibility
- \$ Invalid Prescribers
- \$ Usual and Customary
- \$ Duplicate Payments
- \$ Package Size Errors
- \$ Formulary Overcharges
- \$ Specialty Drugs
- \$ Mail vs Retail Pricing Differences
- \$ Exclusions and Prior Authorization
- \$ Claims History vs Payments to PBM
- \$ Professional and Administrative Fees

Examples of Retrospective Business Practice Audits

- \$ Verify Pricing Source used has lowest AWP
- \$ Repackaging is not being used to inflate prices
- \$ Higher priced drugs are not being placed on formularies “Formulary Steering”
- \$ Brand/Generic Status not being manipulated
- \$ Members not paying more than Rx Cost with copay “ Zero Balance Prescriptions”
- \$ Mail Order is actually saving you money
- \$ Does PBM allow fraudulent Rx’s to be reimbursed.
- \$ Is MAC pricing being manipulated to increase your Rx Spend?

Pharmacy Audits

Using Claims Data MHA will determine whether pharmacy audits will return a substantial recovery.

(When MHA performs the analysis and targeting from raw claims data, 100% of our audits have resulted in substantial recoveries)

Examples of Audit Areas:

- \$ Missing Prescriptions
- \$ Invalid / Fictitious Physicians
- \$ Brand Billed/Generic Dispensed
- \$ Proper quantities were billed
- \$ Correct days supplies reported
- \$ Unauthorized refills dispensed
- \$ DAW Compliance
- \$ Signature log check
- \$ Services not rendered
- \$ Returned to Stock Rx's were Reversed
- \$ Drug Diversion
- \$ Exceeding prescribed refills

Contract Negotiations

We work with our clients to negotiate
AUDITABLE and TRANSPARENT
CONTRACTS

With the **BEST** possible terms for:

- \$ MAC Pricing
- \$ Rebates
- \$ Mail Discounts
- \$ Retail Discounts
- \$ Specialty Drug Pricing
- \$ Non MAC Generic Discounts
- \$ Performance Guarantees
- \$ Administration Fees
- \$ Pricing Sources
- \$ Formulary Management
- \$ PBM-Pharmacy games

Litigation through Recovery

MHA has a working relationship with the top PBM litigators from around the country.

MHA is the sole Pharma Industry auditor for a consortium of 18 law firms specializing in PBM Class Action Litigation as well as individual firms such as Milberg Weiss and Boise, Flexner and Schiller

Relevant Experience

Our Government clients include:

- Department of Justice (DOJ)
 - Drug Enforcement Agency (DEA)
- The Federal Bureau of Investigation (FBI)
- Pennsylvania (PA) Office of Attorney General
 - Bureau of Narcotics Investigations
 - Food and Drug Administration (FDA)
 - Medicaid Fraud Control Section
- New York State Insurance Department

Private Industry Associate and Key Client List:

- National Labor Alliance of Health Care Coalitions
- 1199 SEIU National Benefit & Pension Funds
 - Fidelity Insurance Group
 - American Express
 - Ingersoll-Rand
 - Healthguard
 - Footlocker
 - Honeywell
 - Goodyear
 - RxWest
 - Unisys
 - Alcatel
 - Icahn
 - EBRx
 - PMCS
 - Centene/UHP
 - Excel Healthcare
 - Ramp Corp/Health RAMP
 - Blue Grass Family Health
 - OutSourceOne Mid Atlantic
 - Boies, Schiller & Flexner LLP
 - Milberg Weiss and Associates
 - State-Wide Schools Cooperative Health Plan