



## Reimbursement Policy

**Subject: Facility Take-Home DME and Medical Supplies**

Effective Date: **12/10/15**

Committee Approval Obtained:  
**10/18/19**

Section: **DME and  
Supplies**

\*\*\*\*\*The most current version of the reimbursement policies can be found on our provider website. If you are using a printed version of this policy, please verify the information by going to <https://providers.amerigroup.com>. Under Quick Tools, select Reimbursement Policies > Medicare. \*\*\*\*\*

These policies serve as a guide to assist you in accurate claim submissions and to outline the basis for reimbursement if the service is covered by a member’s Amerigroup Medicare Advantage benefit plan. The determination that a service, procedure, item, etc. is covered under a member’s benefit plan is not a determination that you will be reimbursed. Services must meet authorization and medical necessity guidelines appropriate to the procedure and diagnosis as well as to the member’s state of residence. You must follow proper billing and submission guidelines. You are required to use industry standard, compliant codes on all claim submissions. Services should be billed with CPT® codes, HCPCS codes and/or revenue codes. The codes denote the services and/or procedures performed. The billed code(s) are required to be fully supported in the medical record and/or office notes. Unless otherwise noted within the policy, our policies apply to participating providers and facilities; a noncontracting provider who accepts Medicare assignment will be reimbursed for services according to the original Medicare reimbursement rates.

If appropriate coding/billing guidelines or current reimbursement policies are not followed, Amerigroup Medicare Advantage may:

- Reject or deny the claim.
- Recover and/or recoup claim payment.

Amerigroup Medicare Advantage reimbursement policies are developed based on nationally accepted industry standards and coding principles. These policies may be superseded by mandates in provider, state, federal or CMS contracts and/or requirements. System logic or setup may prevent the loading of policies into the claims platforms in the same manner as described; however, Amerigroup Medicare Advantage strives to minimize these variations.

Amerigroup Medicare Advantage reserves the right to review and revise our policies periodically when necessary. When there is an update, we will publish the most current policy to this site.

**Policy**

Amerigroup Medicare Advantage does not allow reimbursement of durable medical equipment (DME) and medical supplies dispensed by a facility for take-home use for inpatient or outpatient hospital

	<p>facilities. Facility claims submitted for DME and medical supplies billed with revenue codes denoting take-home use will be denied.</p> <p>To be considered for reimbursement, claims for take-home DME and medical supplies should be submitted by a DME/supply vendor. Reimbursement is based on the:</p> <ul style="list-style-type: none"> <li>• Contract or negotiated rate for participating vendors.</li> <li>• Out-of-network fee schedule or negotiated rate for nonparticipating vendors.</li> </ul> <p>Amerigroup Medicare Advantage allows reimbursement of facility claims for medical supplies dispensed to the member at discharge and billed with revenue codes other than take-home for the following items:</p> <ul style="list-style-type: none"> <li>• Crutches</li> <li>• No more than 72 hours of medical supplies if the provider was not able to obtain supplies from a vendor by discharge</li> </ul>
<b>History</b>	<ul style="list-style-type: none"> <li>• Biennial review approved 10/18/19: Policy language updated</li> <li>• Biennial review approved 09/28/17: Policy template updated</li> <li>• Initial policy approval and effective date 12/10/15</li> </ul>
<b>References and Research Materials</b>	<p>This policy has been developed through consideration of the following:</p> <ul style="list-style-type: none"> <li>• CMS</li> <li>• State contracts</li> </ul>
<b>Definitions</b>	<ul style="list-style-type: none"> <li>• <b>Take-home use:</b> intended for use outside of a facility</li> <li>• <b>General Reimbursement Policy Definitions</b></li> </ul>
<b>Related Policies</b>	<ul style="list-style-type: none"> <li>• None</li> </ul>
<b>Related Materials</b>	<ul style="list-style-type: none"> <li>• None</li> </ul>