## **Upcoming Changes to DME Methodology & Rates and CPAP & BiPAP Change**

Effective for dates of service beginning September 1, 2023, Wyoming Medicaid will reimburse new and rental rates for Durable Medical Equipment (DME) claims at the lesser of logic pricing:

- 1. Provider's usual and customary charge for the service, or;
- 2. 90 percent (90%) of Medicare's rural or non-rural rate based on the member's primary location ZIP code.

Manual pricing will still apply for procedure codes in which a rate is not established. Manual pricing will not consider the ZIP code and whether the area is rural or non-rural.

The Centers for Medicare and Medicaid Services (CMS) publishes a <u>ZIP code file</u> indicating if it is considered a rural or non-rural location. This file is updated by CMS and can be found at: <a href="https://www.cms.gov/medicare/medicare-fee-for-service-payment/dmeposfeesched/dmepos-fee-schedule">https://www.cms.gov/medicare/medicare-fee-for-service-payment/dmeposfeesched/dmepos-fee-schedule</a>.

Wyoming Medicaid will update the ZIP code file annually. Claims will not be retroactively priced or reprocessed if a ZIP code changes after the annual file is uploaded. The Provider Portal will determine the ZIP code of the member and price it accordingly.

**Note:** Please remind all Medicaid members to update their primary addresses and contact information if there has been a change.

## **No Billing Changes**

DME providers will not have to change how claims are billed including the use of required modifiers NU (New Equipment) or RR (Reduced Rate [Rental]).

The <u>online fee schedule</u> will show the rural or non-rural rate and the fee for a new purchase or rental for each procedure code. If there is not a rural or non-rural indicator on the fee schedule, Medicare has established one price for all areas. The online fee schedule can be found at: <a href="https://wyomingmedicaid.com/portal/fee-schedules">https://wyomingmedicaid.com/portal/fee-schedules</a>.

## **CPAP & BiPAP Change**

Effective immediately, for Continuous Positive Airway Pressure (CPAP) and Bilevel Positive Airway Pressure (BiPAP) devices that do not have integrated heated humidifier units, if deemed medically necessary, a separate unit may be approved for rental or purchase under code E0562.

• E0562 – Prior Authorization (PA) required.

**Deployment Information** 

Deployment Date: August 3, 2023

Audiences: Durable Medical Equipment and Medical Supplies; Prosthetic/Orthotic Supplier