May 200

May 2004 • No. 2004-36

Wisconsin Medicaid and BadgerCare Information for Providers

To:

Federally Qualified Health Centers Home Health Agencies Individual Medical Supply Providers Medical Equipment Vendors Nursing Homes Occupational Therapists Pharmacies Physical Therapists Rehabilitation Agencies Speech and Hearing Clinics Speech-Language Pathologists Therapy Groups HMOs and Other Managed Care Programs

Modifier Required for Back-up/Secondary Durable Medical Equipment

Effective for dates of service on and after June 1, 2004, providers are required to use modifier "TW" when requesting prior authorization (PA) and submitting claims for back-up or secondary equipment.

Modifier "TW" for Back-up Durable Medical Equipment

Effective for dates of service (DOS) on and after June 1, 2004, Wisconsin Medicaid requires providers to use modifier "TW" (backup equipment) when requesting prior authorization (PA) and submitting claims for:

- Two identical or similar pieces of durable medical equipment (DME).
- A back-up/secondary piece of DME that is identical or similar to DME already in use.

Refer to the Attachment of this *Wisconsin Medicaid and BadgerCare Update* for a list of procedure codes that require the "TW" modifier when requesting PA and submitting claims for back-up or secondary DME. The list includes all DME for which Wisconsin Medicaid allows back-up/secondary reimbursement. If a DME item is not on the list, then Wisconsin Medicaid does not provide back-up/secondary reimbursement for the item.

Back-up or secondary DME is defined as an identical or similar piece of DME to one already in use that is used to meet the same medical

need for the recipient. Wisconsin Medicaid will cover the purchase or rental of a second, identical or similar piece of DME when the medical necessity criteria for its use is met or when it is determined that, if the primary piece of DME breaks down or malfunctions, it could result in immediate life-threatening consequences for the recipient.

The maximum reimbursement for back-up or secondary DME is one-half the maximum allowable fee for purchase or one-half the maximum daily rental reimbursement for the primary piece of DME.

Prior Authorization Requirements

For back-up or secondary DME, PA requirements are:

- When requesting PA for two identical or similar pieces of DME on the same PA request, the provider is required to indicate the pieces of DME on separate detail lines using the "TW" modifier with the back-up or secondary piece of DME.
- If the provider has already had PA granted for the primary DME and is requesting a back-up or secondary piece of identical or similar DME, the provider is required to submit a new PA request with both pieces of DME included on separate detail lines. On the new PA request, the provider is required to request an end date for the

primary DME on the old PA. Prior authorization requests not meeting these conditions will be returned.

• The PA approval criteria that apply to the primary DME, also apply to the back-up/ secondary DME.

Prior Authorizations and Claims for Dates of Service Between January 1, 2003, and June 1, 2004

Providers do not need to amend approved PAs for back-up/secondary DME. However, providers are required to use the TW modifier where appropriate for new PAs for back-up/ secondary DME for DOS on and after June 1, 2004.

If a PA request for back-up equipment was approved for DOS between January 1, 2003, and June 1, 2004, and the claim was not reimbursed as described in this *Update* or was denied, providers should submit an adjustment or resubmit the claim, adding the "TW" modifier to designate the back-up equipment.

For DOS that are beyond the 365-day timely filing deadline, providers must submit the claim or adjustment to Timely Filing Appeals. Along with the claim or adjustment, include a Timely Filing Appeals Request and a copy of this *Update*. Late claims must be received by Wisconsin Medicaid before September 1, 2004.

Refer to the July 2003 *Update* (2003-64), titled "Wisconsin Medicaid will continue to require timely filing appeals, formerly late billing appeals, to be submitted on paper," for a copy of the Timely Filing Appeals Request.

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If the provider discovers past overpayments for back-up DME, he or she should refer to the Claims Submission section of the All-Provider Handbook regarding return of overpayments. Wisconsin Medicaid recognizes that some providers have already adjusted claims and returned overpayments.

Information Regarding Medicaid HMOs

This *Update* contains Medicaid fee-for-service policy and applies to providers of services to recipients on fee-for-service Medicaid only. For Medicaid HMO or managed care policy, contact the appropriate managed care organization. Wisconsin Medicaid HMOs are required to provide at least the same benefits as those provided under fee-for-service arrangements.

The *Wisconsin Medicaid and BadgerCare Update* is the first source of program policy and billing information for providers.

Although the *Update* refers to Medicaid recipients, all information applies to BadgerCare recipients also.

Wisconsin Medicaid and BadgerCare are administered by the Division of Health Care Financing, Wisconsin Department of Health and Family Services, P.O. Box 309, Madison, WI 53701-0309.

For questions, call Provider Services at (800) 947-9627 or (608) 221-9883 or visit our Web site at *dhfs.wisconsin.gov/medicaid/*.

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ATTACHMENT Procedure Codes That Require the "TW" Modifier When Requesting Prior Authorization and Submitting Claims for Back-up or Secondary Durable Medical Equipment

Effective for dates of service on and after June 1, 2004, providers are required to use modifier "TW" for the procedure codes listed in the following table when requesting prior authorization and submitting claims for back-up or secondary durable medical equipment.

Allowable Modifiers				
52 = Reduced services	RR = Rental			
TW = Back-up equipment				
QE = Prescribed amount of oxygen is less than 1 liter per minute (LPM)				
QG = Prescribed amount of oxygen is greater than 4 liters per minute (LPM)				

Procedure Code	Modifier(s)	Description	Max Fee
B9002	TW	Enteral nutrition infusion pump — with alarm	\$1,127.97
B9002	RR, TW	Enteral nutrition infusion pump — with alarm	\$2.49
B9004	TW	Parenteral nutrition infusion pump, portable	
B9004	RR, TW	Parenteral nutrition infusion pump, portable	
B9006	TW	Parenteral nutrition infusion pump, stationary	\$2,261.35
B9006	RR, TW	Parenteral nutrition infusion pump, stationary	\$4.97
E0424	RR, TW	Stationary compressed gaseous oxygen system, rental; includes container, contents, regulator, flowmeter, humidifier, nebulizer, cannula or mask, and tubing	\$6.80
E0424	RR, TW, QE	Stationary compressed gaseous oxygen system, rental; includes container, contents, regulator, flowmeter, humidifier, nebulizer, cannula or mask, and tubing	\$3.40*
E0424	RR, TW, QG	Stationary compressed gaseous oxygen system, rental; includes container, contents, regulator, flowmeter, humidifier, nebulizer, cannula or mask, and tubing	\$10.20*
E0431	RR, TW	Portable gaseous oxygen system, rental; includes portable container, regulator, flowmeter, humidifier, cannula or mask, and tubing	\$6.80
E0434	RR, TW	Portable liquid oxygen system, rental; includes portable container, supply reservoir, humidifier, flowmeter, refill adaptor, contents gauge, cannula or mask, and tubing	\$6.80
E0439	RR, TW	Stationary liquid oxygen system, rental; includes container, contents, regulator, flowmeter, humidifier, nebulizer, cannula or mask, and tubing	\$6.80
E0439	RR, TW, QE	Stationary liquid oxygen system, rental; includes container, contents, regulator, flowmeter, humidifier, nebulizer, cannula or mask, and tubing	\$3.40*
E0439	RR, TW, QG	Stationary liquid oxygen system, rental; includes container, contents, regulator, flowmeter, humidifier, nebulizer, cannula or mask, and tubing	\$10.20*
E0450	RR, TW	Volume ventilator, stationary or portable, with backup rate feature, used with invasive interface (e.g., tracheostomy tube)	\$15.50
E0450	RR, TW, 52	Volume ventilator, stationary or portable, with backup rate feature, used with invasive interface (e.g., tracheostomy tube)	\$7.75*

Procedure Code	Modifier(s)	Description	Max Fee
E0454	RR, TW	Pressure ventilator with pressure control, pressure support and flow triggering features	\$18.10
E0454	RR, TW, 52	Pressure ventilator with pressure control, pressure support and flow triggering features	\$9.05*
E0460	TW	Negative pressure ventilator; portable or stationary	\$894.54
E0460	RR, TW	Negative pressure ventilator; portable or stationary	\$4.85
E0472	TW	Respiratory assist device, bi-level pressure capability, with backup rate feature, used with invasive interface, e.g., tracheostomy tube (intermittent assist device with continuous positive airway pressure device)	\$5,104.35
E0472	RR, TW	Respiratory assist device, bi-level pressure capability, with backup rate feature, used with invasive interface, e.g., tracheostomy tube (intermittent assist device with continuous positive airway pressure device)	\$13.43
E0472	RR, TW, 52	Respiratory assist device, bi-level pressure capability, with backup rate feature, used with invasive interface, e.g., tracheostomy tube (intermittent assist device with continuous positive airway pressure device)	\$6.72*
E0550	TW	Humidifier, durable for extensive supplemental humidification during IPPB treatments or oxygen delivery	\$782.80
E0550	RR, TW	Humidifier, durable for extensive supplemental humidification during IPPB treatments or oxygen delivery	\$2.71
E0560	TW	Humidifier, durable for supplemental humidification during IPPB treatment or oxygen delivery	\$113.67
E0560	RR, TW	Humidifier, durable for supplemental humidification during IPPB treatment or oxygen delivery	\$0.67
E0565	TW	Compressor, air power source for equipment which is not self- contained or cylinder driven	\$374.75
E0565	RR, TW	Compressor, air power source for equipment which is not self- contained or cylinder driven	\$2.18
E0570	TW	Nebulizer, with compressor	\$102.27
E0570	RR, TW	Nebulizer, with compressor	\$0.50
E0571	TW	Aerosol compressor, battery powered, for use with small volume nebulizer	\$328.93
E0571	RR, TW	Aerosol compressor, battery powered, for use with small volume nebulizer	\$1.66
E0575	TW	Nebulizer, ultrasonic, large volume	\$503.07
E0575	RR, TW	Nebulizer, ultrasonic, large volume	\$2.59
E0580	TW	Nebulizer, durable, glass or autoclavable plastic, bottle type, for use with regulator or flowmeter	\$90.27
E0585	TW	Nebulizer, with compressor and heater	\$805.09
E0585	RR, TW	Nebulizer, with compressor and heater	\$3.80

Procedure Code	Modifier(s)	Description	Max Fee
E0600	TW	Respiratory suction pump, home model, portable or stationary, electric	\$399.05
E0600	RR, TW	Respiratory suction pump, home model, portable or stationary, electric	\$1.08
E0776	TW	IV pole	\$139.51
E0776	RR, TW	IV pole	\$0.61
E0781	TW	Ambulatory infusion pump, single or multiple channels, electric or battery operated, with administrative equipment, worn by patient	\$3,426.15
E0781	RR, TW	Ambulatory infusion pump, single or multiple channels, electric or battery operated, with administrative equipment, worn by patient	\$7.53
E0791	TW	Parenteral infusion pump, stationary, single or multichannel	\$3,594.50
E0791	RR, TW	Parenteral infusion pump, stationary, single or multichannel	\$7.90
E1372	TW	Immersion external heater for nebulizer	\$77.80
E1372	RR, TW	Immersion external heater for nebulizer	\$1.09
E1390	TW	Oxygen concentrator, single delivery port, capable of delivering 85 percent or greater oxygen concentration at the prescribed flow rate	\$1,442.00
E1390	RR, TW	Oxygen concentrator, single delivery port, capable of delivering 85 percent or greater oxygen concentration at the prescribed flow rate	\$6.80
E1390	RR, TW, QE	Oxygen concentrator, single delivery port, capable of delivering 85 percent or greater oxygen concentration at the prescribed flow rate	\$3.40*
E1390	RR, TW, QG	Oxygen concentrator, single delivery port, capable of delivering 85 percent or greater oxygen concentration at the prescribed flow rate	\$10.20*

*For procedure codes with modifiers "QE," "QG," or "52," reimbursement is half of the modifier max fee amount.