

## Medical Coverage for Durable Medical Equipment (DME) and Home Medical Equipment

Indiana Medicaid provides reimbursement for medically necessary medical equipment and supplies. Coverage does not extend to equipment or supplies “that basically serve comfort or convenience functions.” Prior approval (PA) or a Certificate of Medical Necessity is required for most items. A physician’s written order is always required.

Durable Medical Equipment (DME) and Home Medical Equipment (HME) are defined as “equipment that can stand repeated use, is primarily and customarily used to serve a medical purpose, and generally is not useful to a member in the absence of illness or injury.” (405 IAC 5-19-2 and IC 25-26-21)

### Used Equipment

Indiana Medicaid does not reimburse for used DME or HME, except for codes A4638 - Replacement battery for patient-owned ear pulse generator, and A7046 - Water chamber for humidifier, used with positive airway pressure device.

### Repair

- Repair of purchased DME or HME may require PA based on the codes billed.
- Indiana Medicaid does not pay for repair of equipment still under warranty.
- Indiana Medicaid does not authorize payment for repair necessitated by member misuse or abuse, whether intentional or unintentional.
- Repairs for rented equipment are the responsibility of the rental provider.
- Indiana Medicaid does not cover payment for maintenance charges of properly functioning equipment.
- Repair costs for DME or HME included in a long-term care facility’s per diem rate are not separately reimbursable.

### Replacement

Indiana Medicaid does not authorize replacement of large DME or HME items more than once every five years per member. The plan allows more frequent replacement only if there is a change in the member’s medical needs, documented in writing, and significant enough to warrant a different type of equipment. This includes items such as wheelchairs.

### Rental vs. Purchase

Providers should base their decision to rent or purchase DME or HME on the least expensive option available for the anticipated period of need. DME or HME items purchased with Indiana Medicaid funds become the property of Indiana Medicaid.

\*For the Package C program only, there is a maximum benefit limit for DME and HME of \$2000 per year, or \$5000 per lifetime. This does not include eyeglasses. Other conditions may apply.

### Vision & Eyeglasses

Indiana Medicaid provides reimbursement for one pair of eyeglasses per year for members ages 20 years and younger. One pair of eyeglasses for members 21 years and older is covered every five years. Replacement frames and lenses are covered only when the medical necessity guidelines are met, or when necessitated by loss, theft, or damage beyond repair.

To learn more about these and other programs, contact Family Voices Indiana. We will assist you as you navigate health care systems and services, especially those available to individuals with special health care needs.  
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### **EPSDT/HealthWatch**

Indiana's EPSDT program emphasizes early detection to help children achieve appropriate developmental outcomes. Best practices, therefore, often mean that equipment under this program is more readily obtained when the need is clearly demonstrated.

### **Waiver Coverage**

The Medicaid Waiver program covers "specialized medical equipment and supplies to include devices, controls, or appliances, specified in the POC, which enable individuals to increase their abilities to perform activities of daily living, or to perceive, control, or communicate with the environment in which they live and without which the individual would require institutionalization." (DDRS Waiver Manual Summer 2016, Sect. 10.29)

The plan of care, along with all specialized medical equipment and supplies, must be prior approved.

Under the waiver program, allowable equipment includes

- Items necessary for life support
- Adaptive equipment and supplies
- Ancillary supplies and equipment needed for the proper functioning of specialized medical equipment and supplies
- Durable medical equipment not available under the Indiana Medicaid plan
- Non-durable medical equipment not available under Indiana Medicaid plan
- Vehicle modifications are limited to \$7500 per year/\$15,000 lifetime

Annual maintenance is available for certain equipment - up to \$500 per year.

Conversely, equipment and services that are available under the Indiana Medicaid plan, and equipment and services that are not of direct medical or remedial benefit to the individual and are not included in the comprehensive plan of care or individualized support plan are not covered.

If you have other insurance coverage in addition to Medicaid, rules regarding DME or HME vary widely from one program to another. Contact the program's manager or the insurance company for details of the program's policies.

### **Further Reference:**

View the IPMG (one of Indiana's Waiver Case Management providers) presentation on Waiver's RFA process. It discusses using Waivers and PA for obtaining environmental & vehicle modifications and durable medical equipment.

Video available here: <https://www.youtube.com/watch?v=HkVcx41oJuY&feature=youtu.be>  
Slides available here: <http://gotoipmg.com/resources/professional-development-workshops>  
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