Commonwealth of Massachusetts
Executive Office of Health and Human Services
Office of Medicaid
www.mass.gov/masshealth

MassHealth
Transmittal Letter DME-40--Corrected
November 2022

TO: Durable Medical Equipment Providers Participating in MassHealth

FROM: Amanda Cassel Kraft, Assistant Secretary for MassHealth

RE: *Durable Medical Equipment Manual* (Updates to Subchapter 6 and the MassHealth Durable Medical Equipment and Oxygen Payment and Coverage Guideline Tool to Align with Amendments to 101 CMR 322.00)

Introduction

This letter transmits revisions to the list of service codes in Subchapter 6 of the *Durable Medical Equipment Manual* and additional updates. The revised Subchapter 6 aligns the list of service codes with the interactive MassHealth Durable Medical Equipment and Oxygen Payment and Coverage Guideline Tool (Tool), and updates previously communicated via message text, provider bulletin, and/or administrative bulletin.

In addition to MassHealth provider communications, providers may consult the Centers for Medicare & Medicaid Services (CMS) website at www.cms.gov for a full description of the service codes.

For prior-authorization (PA) requirements, service limits, and allowable place-of-service codes, providers should refer to the interactive Tool at www.mass.gov/info-details/masshealth-payment-and-coverage-guideline-tools#masshealth-durable-medical-equipment-and-oxygen-payment-and-coverage-guideline-tool-.

Added Codes

Effective July 1, 2022, the following codes have been added to Subchapter 6, with rates established in 101 CMR 322.00:

K1005 – Disposable collection and storage bag for breast milk, any size, any type, each.

In response to public comments, the agency has expanded covered services to include breast milk storage bags. In addition, the payment methodology for procedure codes A4281-A4285 are at fixed rates rather than adjusted acquisition cost (AAC) plus a markup.

E0486 – Oral device/appliance used to reduce upper airway collapsibility, adjustable or non-adjustable, custom fabricated, includes fitting and adjustment (new equipment).

The payment methodology has changed from AAC+30% to a fixed rate.

E0766 - Electrical stimulation device used for cancer treatment, includes all accessories, any type.

The reimbursement fee was adjusted within the rate table of 101 CMR 322.00.

Modifier U6

The amendments to 101 CMR 322.00 add Modifier U6 to the regulation, to be used in combination with relevant procedure codes. The interactive Tool has also been updated to indicate that the U6 modifier may be used in two circumstances:

- requesting certain premium absorbent products (see Administrative Bulletin 22-12); or
- requesting labor when repairing a member's serviceable retired power wheelchair (see Administrative Bulletin 22-14).

Additional Guidance

The agency has amended 101 CMR 322.00 Rates for Durable Medical Equipment, Oxygen and Respiratory Therapy Equipment effective July 1, 2022, to update, clarify, and codify policy, as described below.

General Provisions about Administrative Bulletins (101 CMR 322.01)

The agency added language to account for three additional types of circumstances under which EOHHS may issue administrative bulletins. The three new provisions in 101 CMR 322.01(7) are:

(d) a standard markup requires adjustment due to shifts in cost or utilization;
(e) a fixed rate may be specified for codes which do not have a Medicare rate or would otherwise be priced at Individual Consideration when a fixed rate can be determined by using a comparison of industry rates including Medicare crossovers payments, other state Medicaid payment rates, third-party liability, or private insurance rates; and
(f) a historical fixed rate for a product that has no Medicare rate requires adjustment due to a shift in provider costs, a shift in utilization, or to maintain access to care.

Definitions (101 CMR 322.02) Separate from Payment Methodologies (101 CMR 322.03)

EOHHS has reorganized portions of the regulation. Descriptions of pricing methodologies and documentation requirements have been moved from the General Definitions section, creating three new subsections under 101 CMR 322.03 (General Rate Provision):

- 101 CMR 322.03 (17) AAC Methodology and Documentation;
- 101 CMR 322.03 (18), Methodology for Pricing Capped Rentals; and
- 101 CMR 322.03 (19) Methodology for Individual Consideration.

In the definition of standard markup, the agency has provided clarity about application of the standard markup when a provider receives a timely payment discount less than or equal to 5% and when an eligible provider receives a timely payment discount greater than 5%. Further guidance about documentation is in 101 CMR 322.03(17).

Additionally, the agency updated and clarified the definition and application of the term "usual and customary charge."

General Rate Provisions (101 CMR 322.03)

The agency codified its policy for the AAC Methodology and documentation requirements for timely payment discounts. Please note: the amount and percentage of the timely payment discount must be clearly identified on the manufacturer's invoice or quote (see 101 CMR 322.03 (17)). Descriptions of pricing methodologies have been moved from the General Definitions section, creating three new subsections under 101 CMR 322.03 (General Rate Provisions):

- 101 CMR 322.03 (17) AAC Methodology and Documentation;
- 101 CMR 322.03 (18) Methodology for Pricing Capped Rentals; and
- 101 CMR 322.03 (19) Methodology for Individual Consideration.

Allowable Fees and Rate Schedule (101 CMR 322.06)

Based on assessment of the current market and suppliers' costs, MassHealth increased the rate in 101 CMR 322.06 for non-sterile gloves from $4.78 to 7.89 per box. The rate established in 130 CMR 446.000 of $11.00 per box will supersede the rate in 101 CMR 322.00 until the end of the federal public health emergency after which the rate will revert to the established rate in 101 CMR 322.00.

Fee Schedule

To obtain a fee schedule, download the Executive Office of Health and Human Services regulations from www.mass.gov/regulations/101-CMR-32200-durable-medical-equipment-oxygen-and-respiratory-therapy-equipment. The regulation title for Durable Medical Equipment, Oxygen and Respiratory Therapy Equipment is 101 CMR 322.00.

MassHealth Website

This transmittal letter and attached pages are available on the MassHealth website at www.mass.gov/masshealth-transmittal-letters.

Sign up to receive email alerts when MassHealth issues new transmittal letters and provider bulletins.

Questions

If you have any questions about the information in this transmittal letter, please contact the LTSS Provider Service Center.

The MassHealth LTSS Provider Service Center is open from 8 a.m. to 6 p.m. ET, Monday through Friday, excluding holidays. LTSS providers should direct questions about this bulletin or other MassHealth LTSS provider questions to the LTSS Third Party Administrator (TPA) as follows:

Phone: Toll-free (844) 368-5184

Email: support@masshealthltss.com

Portal: www.MassHealthLTSS.com

Mail: MassHealth LTSS
PO Box 159108
Boston, MA 02215

FAX: (888) 832-3006

NEW MATERIAL

(The pages listed here contain new or revised language.)

Pages vi and 6-1 through 6-4

OBSOLETE MATERIAL

(The pages listed here are no longer in effect.)

Pages vi and pages 6-1 through 6-4 — transmitted by Transmittal Letter DME-38

601 Introduction

MassHealth pays for the services for codes listed in Section 602 in effect at the time of service, subject to all conditions and limitations in MassHealth regulations at 130 CMR 409.000 and 450.000. In addition, a provider may request prior authorization (PA) for any medically necessary durable medical equipment or supplies. Providers should consult *Transmittal Letter DME-35* for the specific effective dates of service for the service codes.

Providers should refer to the *MassHealth DME and Oxygen Payment and Coverage Guideline Tool* for service descriptions, applicable modifiers, place-of-service codes, PA requirements, service limits, and pricing and markup information. For certain services that are payable on an individual consideration (I.C.) basis, the tool can calculate the payable amount, based on information entered into certain fields on the tool.

To get to the *MassHealth DME and Oxygen Payment and Coverage Guideline Tool*, visit www.mass.gov/service-details/masshealth-payment-and-coverage-guideline-tools.

602 Service Codes

This section lists Level II HCPCS codes that are payable under MassHealth. Refer to the Centers for Medicare & Medicaid Services website at www.cms.gov for more detailed descriptions when billing for Level II HCPCS codes provided to MassHealth members.

A4206	A4259	A4340	A4379	A4411	A4452	A5052
A4207	A4265	A4344	A4380	A4412	A4455	A5053
A4208	A4281	A4346	A4381	A4413	A4456	A5054
A4209	A4282	A4349	A4382	A4414	A4459	A5055
A4210	A4283	A4351	A4383	A4415	A4461	A5056
A4213	A4284	A4352	A4384	A4416	A4463	A5057
A4215	A4285	A4353	A4385	A4417	A4490	A5061
A4217	A4286	A4354	A4387	A4418	A4495	A5062
A4220	A4310	A4355	A4388	A4419	A4500	A5063
A4221	A4311	A4356	A4389	A4420	A4510	A5071
A4222	A4312	A4357	A4390	A4422	A4558	A5072
A4223	A4313	A4358	A4391	A4423	A4595	A5073
A4224	A4314	A4361	A4392	A4424	A4600	A5081
A4225	A4315	A4362	A4393	A4425	A4601	A5082
A4233	A4316	A4363	A4394	A4426	A4602	A5083
A4234	A4320	A4364	A4395	A4427	A4630	A5093
A4235	A4321	A4366	A4396	A4428	A4635	A5102
A4236	A4322	A4367	A4398	A4429	A4636	A5105
A4244	A4326	A4368	A4399	A4430	A4637	A5112
A4245	A4327	A4369	A4402	A4431	A4638	A5113
A4246	A4328	A4371	A4404	A4432	A4640	A5114
A4247	A4330	A4372	A4405	A4433	A4660	A5120
A4250	A4331	A4373	A4406	A4434	A4663	A5121
A4253	A4332	A4375	A4407	A4435	A4670	A5122
A4255	A4333	A4376	A4408	A4436	A4927	A5126
A4256	A4334	A4377	A4409	A4437	A4930	A5131
A4258	A4338	A4378	A4410	A4450	A5051	A5200

602 Service Codes (cont.)

A6010	A6243	A6509	B4185	E0170	E0290	E0652
A6011	A6244	A6510	B4189	E0171	E0291	E0655
A6021	A6245	A6511	B4193	E0172	E0292	E0656
A6022	A6246	A6512	B4197	E0175	E0293	E0657
A6023	A6247	A6513	B4199	E0181	E0294	E0660
A6024	A6248	A7048	B4216	E0182	E0295	E0665
A6154	A6250	A8000	B4220	E0184	E0296	E0666
A6196	A6251	A8001	B4222	E0185	E0297	E0667
A6197	A6252	A8002	B4224	E0186	E0300	E0668
A6198	A6253	A8003	B5000	E0187	E0301	E0669
A6199	A6254	A8004	B5100	E0188	E0302	E0670
A6203	A6255	A9274	B5200	E0189	E0303	E0671
A6204	A6256	A9276	B9002	E0190	E0304	E0672
A6205	A6257	A9277	B9004	E0191	E0305	E0673
A6206	A6258	A9278	B9006	E0193	E0310	E0675
A6207	A6259	A9280	E0100	E0194	E0315	E0700
A6208	A6260	A9281	E0105	E0196	E0316	E0705
A6209	A6266	A9900	E0110	E0197	E0325	E0710
A6210	A6402	B4034	E0111	E0198	E0326	E0720
A6211	A6403	B4035	E0112	E0199	E0328	E0730
A6212	A6404	B4036	E0113	E0202	E0329	E0731
A6213	A6407	B4081	E0114	E0210	E0371	E0747
A6214	A6410	B4082	E0116	E0215	E0372	E0748
A6215	A6411	B4083	E0117	E0235	E0373	E0760
A6216	A6442	B4087	E0118	E0240	E0486	E0766
A6217	A6443	B4088	E0130	E0241	E0602	E0776
A6218	A6444	B4100	E0135	E0242	E0603	E0779
A6219	A6445	B4102	E0140	E0243	E0604	E0780
A6220	A6446	B4103	E0141	E0244	E0605	E0781
A6221	A6447	B4104	E0143	E0245	E0606	E0784
A6222	A6448	B4105	E0144	E0246	E0607	E0791
A6223	A6449	B4149	E0147	E0247	E0610	E0840
A6224	A6450	B4150	E0148	E0248	E0617	E0849
A6228	A6451	B4152	E0149	E0250	E0621	E0850
A6229	A6452	B4153	E0153	E0251	E0625	E0855
A6230	A6453	B4154	E0154	E0255	E0627	E0856
A6231	A6454	B4155	E0155	E0256	E0629	E0860
A6232	A6455	B4157	E0156	E0260	E0630	E0870
A6233	A6456	B4158	E0157	E0261	E0635	E0880
A6234	A6457	B4159	E0158	E0265	E0636	E0890
A6235	A6501	B4160	E0159	E0266	E0637	E0900
A6236	A6502	B4161	E0160	E0271	E0638	E0910
A6237	A6503	B4164	E0161	E0272	E0639	E0911
A6238	A6504	B4168	E0162	E0274	E0640	E0912
A6239	A6505	B4172	E0163	E0275	E0641	E0920
A6240	A6506	B4176	E0165	E0276	E0642	E0930
A6241	A6507	B4178	E0167	E0277	E0650	E0935
A6242	A6508	B4180	E0168	E0280	E0651	E0936

602 Service Codes (cont.)

E0940	E1016	E1820	E2312	E2390	E8000	K0455
E0941	E1017	E1821	E2313	E2391	E8001	K0462
E0942	E1018	E1825	E2321	E2392	E8002	K0552
E0944	E1020	E1830	E2322	E2394	K0001	K0553
E0945	E1028	E1831	E2323	E2395	K0002	K0554
E0946	E1029	E1840	E2324	E2396	K0003	K0601
E0947	E1030	E1841	E2325	E2397	K0004	K0602
E0948	E1031	E1902	E2326	E2500	K0005	K0603
E0950	E1035	E2000	E2327	E2502	K0006	K0604
E0951	E1036	E2100	E2328	E2504	K0007	K0605
E0952	E1037	E2101	E2329	E2506	K0008	K0606
E0955	E1038	E2201	E2330	E2508	K0009	K0607
E0956	E1039	E2202	E2331	E2510	K0010	K0608
E0957	E1161	E2203	E2340	E2511	K0011	K0609
E0958	E1180	E2204	E2341	E2512	K0012	K0733
E0959	E1190	E2205	E2342	E2599	K0013	K0739
E0960	E1195	E2206	E2343	E2601	K0015	K0800
E0961	E1200	E2207	E2351	E2602	K0017	K0801
E0966	E1220	E2208	E2358	E2603	K0018	K0802
E0967	E1221	E2209	E2359	E2604	K0019	K0806
E0971	E1222	E2210	E2360	E2605	K0020	K0807
E0973	E1223	E2211	E2361	E2606	K0037	K0808
E0974	E1224	E2212	E2362	E2607	K0038	K0813
E0978	E1225	E2213	E2363	E2608	K0039	K0814
E0980	E1226	E2214	E2364	E2609	K0040	K0815
E0981	E1231	E2215	E2365	E2610	K0041	K0816
E0982	E1232	E2216	E2366	E2611	K0042	K0820
E0983	E1233	E2217	E2367	E2612	K0043	K0821
E0984	E1234	E2218	E2368	E2613	K0044	K0822
E0985	E1235	E2219	E2369	E2614	K0045	K0823
E0986	E1236	E2220	E2370	E2615	K0046	K0824
E0988	E1237	E2221	E2371	E2616	K0047	K0825
E0990	E1238	E2222	E2372	E2617	K0050	K0826
E0992	E1296	E2224	E2373	E2619	K0051	K0827
E0995	E1297	E2225	E2374	E2620	K0052	K0828
E1002	E1298	E2226	E2375	E2621	K0053	K0829
E1003	E1399	E2227	E2376	E2622	K0056	K0830
E1004	E1800	E2228	E2377	E2623	K0065	K0831
E1005	E1801	E2231	E2378	E2624	K0069	K0835
E1006	E1802	E2291	E2381	E2625	K0070	K0836
E1007	E1805	E2292	E2382	E2626	K0071	K0837
E1008	E1806	E2293	E2383	E2627	K0072	K0838
E1009	E1810	E2294	E2384	E2628	K0073	K0839
E1010	E1811	E2295	E2385	E2629	K0077	K0840
E1011	E1812	E2300	E2386	E2630	K0098	K0841
E1012	E1815	E2301	E2387	E2631	K0105	K0842
E1014	E1816	E2310	E2388	E2632	K0108	K0843
E1015	E1818	E2311	E2389	E2633	K0195	K0848

602 Service Codes (cont.)

K0849	K0877	S5521	S9330	S9363	S9502	T4530
K0850	K0878	S5522	S9331	S9364	S9503	T4531
K0851	K0879	S5523	S9336	S9365	S9504	T4532
K0852	K0880	S8265	S9338	S9366	S9537	T4533
K0853	K0884	S8420	S9339	S9367	S9538	T4534
K0854	K0885	S8421	S9340	S9368	S9542	T4535
K0855	K0886	S8422	S9341	S9370	S9558	T4536
K0856	K0890	S8423	S9342	S9372	S9559	T4537
K0857	K0891	S8424	S9343	S9373	S9560	T4538
K0858	K1005	S8425	S9345	S9374	S9562	T4539
K0859	S5160	S8426	S9346	S9375	S9590	T4540
K0860	S5161	S8427	S9347	S9376	T4521	T4541
K0861	S5162	S8428	S9348	S9377	T4522	T4542
K0862	S5497	S8429	S9349	S9434	T4523	T4543
K0863	S5498	S8430	S9351	S9435	T4524	T4544
K0864	S5501	S9325	S9353	S9490	T4525	T5001
K0868	S5502	S9326	S9355	S9494	T4526	99601
K0869	S5517	S9327	S9357	S9497	T4527	99602
K0870	S5518	S9328	S9359	S9500	T4528	
K0871	S5520	S9329	S9361	S9501	T4529	