# Washington State Health Care Authority

### **Medicaid Provider Guide**

Kidney Center Services [Chapter <u>182-540</u> WAC]

April 1, 2013





**A Billing Instruction** 

#### About this guide

This publication, by the Health Care Authority (agency), supersedes all previous Kidney Center Services Medicaid Provider Guides (billing instructions) published by the agency.

**Note:** The underlined words and phrases are links in this guide. Some are internal, taking you to a different place within the document, and some are external to the guide, leading you to information on other websites.

#### What has changed?

Reason for Change	Effective Date	Subject	Change
PN 13-24	4/1/2013	Housekeeping	Added automated Table of Contents, removed Sections, added and updated hyperlinks, updated procedure code short descriptions.
	Retroactive to 2/23/2013	Omontys	Removed anemia drug Omontys (peginesatide) injectable, J0890. No longer covered.

#### **Additional resources**

To download and print agency provider notices and Medicaid provider guides, see the agency's <u>Provider Publications</u>. For additional resources, see the agency's list of <u>Resources Available</u>.

#### **Copyright disclosure**

CPT copyright 2012 American Medical Association. All rights reserved. CPT is a registered trademark of the American Medical Association.

Fee schedules, relative value units, conversion factors and/or related components are not assigned by the AMA, are not part of CPT, and the AMA is not recommending their use. The AMA does not directly or indirectly practice medicine or dispense medical services. The AMA assumes no liability for data contained or not contained herein.

#### **Table of Contents**

Definitions	1
About this Program	
What is the purpose of the Kidney Center Services Program?	
Provider requirements	
Notifying clients of their rights (advance directives)	
Client Eligibility	5
Who is eligible to receive services?	5
Are clients enrolled in an agency contracted managed care organization (MCO) eligible?	
Primary care case management (PCCM)	
Coverage	7
What is covered?	7
What is not covered?	7
Services covered by other agency programs	
Coverage Table	9
Procedure codes for blood processing used in outpatient blood transfusions	9
Revenue codes	11
Authorization	17
Is prior authorization required?	17
What is a Limitation Extension?	
How do I get LE authorization?	17
Written/fax authorization	17
Payment	19
How does the agency pay for kidney center services?	19
What is included in the composite rate?	
How many dialysis sessions are allowed?	
What is not included in the composite rate?	20
Laboratory services	21
Blood products and services	23
Epoetin Alpha (EPO)	
Fee schedule	24

Alert! The page numbers in this table of contents are "clickable"—do a "control + click" on a page number to go directly to a spot. As an Adobe (.pdf) document, the guide also is easily navigated by using bookmarks on the left side of the document. (If you don't see the bookmarks, right click on the gray area next to the document and select Page Display Preferences. Click on the bookmark icon on the left.)

Billing and Claim Forms	25
What are the general billing requirements?	25
Completing the UB-04 claim form	

# Definitions

#### Refer to <u>WAC 182-540-105</u>

This section defines terms and abbreviations, including acronyms, used in this Medicaid provider guide. Please refer to the agency's online <u>Medical Assistance Glossary</u> for a more complete list of definitions.

Affiliate - A facility, hospital, unit, business, or person having an agreement with a kidney center to provide specified services to ESRD patients.

**Agreement** - A written document executed between an ESRD facility and another facility in which the other facility agrees to assume responsibility for furnishing specified services to patients and for obtaining payment for those services.

**Back-Up Dialysis** - Dialysis given to patients under special circumstances, in a situation other than the patients' usual dialysis environment. Examples are:

- Dialysis of a home dialysis patient in a dialysis facility when patient's equipment fails;
- In-hospital dialysis when the patient's illness requires more comprehensive care on an inpatient basis; and
- Pre- and post-operative dialysis provided to transplant patients.

**Composite Rate** - This refers to a payment method in which all standard equipment, supplies, and services are calculated into a blended rate. All in-facility dialysis treatments and all home dialysis treatments are billed under the composite rate system. **Continuous Ambulatory Peritoneal Dialysis (CAPD)** - A type of dialysis where the patient's peritoneal membrane is used as the dialyzer. The patient dialyzes at home, using special supplies, but without the need for a machine (see Peritoneal Dialysis).

**Continuous Cycling Peritoneal Dialysis** (**CCPD**) - A type of peritoneal dialysis where the patient dialyzes at home and utilizes an automated peritoneal cycler for delivering dialysis.

**Dialysate** - An electrolyte solution, containing elements such as potassium, sodium-chloride, etc., surrounding the membrane or fibers and allowing exchange of substances with the patient's blood in the dialyzer.

**Dialysis** - A process by which dissolved substances are removed from a patient's body by diffusion from one fluid compartment to another across a semipermeable membrane.

**Dialysis Session** - The period of time beginning when the patient arrives at the facility and ending when the patient departs from the facility. In the case of home dialysis, the time period beginning when the patient prepares for dialysis and ending when the patient is disconnected from the machine. **Dialyzer** - Synthetic porous membrane or fibers, contained in a supporting structure, through which blood flows for the purpose of eliminating harmful substances, and replacing with useful ones.

**End-Stage Renal Disease (ESRD)** - The stage of renal impairment that is irreversible and permanent, and requires dialysis or kidney transplantation to ameliorate uremic symptoms and maintain life.

**Epoetin Alpha (EPO)** - An injectable drug that is a biologically engineered protein that stimulates the bone marrow to make new red blood cells.

**Free-Standing Kidney Center -** A limited care facility, not operated by a hospital, certified by the federal government to provide ESRD services.

**Hemodialysis** - A method of dialysis in which blood from a patient's body is circulated through an external device or machine and then returned to the patient's bloodstream. Hemodialysis is usually done in a kidney center or facility. It can be done at home with a trained helper.

**Home Dialysis -** Refers to any dialysis performed at home.

**Home Dialysis Helper** - A person trained to assist the client in home dialysis.

**In-Facility Dialysis** - For the purpose of these billing instructions only, in-facility dialysis is dialysis of any type performed on the premises of the kidney center or other free-standing ESRD facility. **Intermittent Peritoneal Dialysis (IPD)** - A type of peritoneal dialysis in which dialysis solution is infused into the peritoneal cavity, allowed to remain there for a period of time, and then drained out. IPD is usually done in a kidney center or facility. It can be done at home with a trained home dialysis helper.

**Kidney Center -** A facility as defined and certified by the federal government to:

- Provide ESRD services;
- Provide the services specified in this chapter; and
- Promote and encourage home dialysis for a client when medically indicated.

**Maintenance Dialysis** - The usual periodic dialysis treatments given to a patient who has ESRD.

**Peritoneal Dialysis** - A procedure that introduces dialysate into the abdominal cavity to remove waste products through the peritoneum. Three forms of peritoneal dialysis are: Continuous Ambulatory Peritoneal Dialysis, Continuous Cycling Peritoneal Dialysis, and Intermittent Peritoneal Dialysis.

**Self-Dialysis Unit** - A unit in a free-standing kidney center where dialysis is performed by an ESRD client who has completed training in self-dialysis.

# **About this Program**

### What is the purpose of the Kidney Center Services Program?

[Refer to <u>WAC 182-540-101</u>]

The purpose of the Kidney Center Services program is to assist low-income residents with the cost of treatment for end-stage renal disease (ESRD).

#### **Provider requirements**

[Refer to <u>WAC 182-540-120</u>]

To receive payment from the agency for providing care to eligible clients, a kidney center must:

- Be a Medicare-certified ESRD facility.
- Have a signed Core Provider Agreement (CPA) with the agency and meet the requirements in <u>WAC 182-502</u> Administration of Medical Programs-Providers. Visit the <u>Provider Enrollment</u> website for further information on the CPA.
- Provide only those services that are within the scope of their provider's license.
- Provide, either directly or through an affiliate, all physical facilities, professional consultation, personal instructions, medical treatment, care, and all supplies necessary for carrying out a medically-sound ESRD treatment program, including all of the following:
  - $\checkmark$  Dialysis for clients with ESRD.
  - ✓ Kidney transplant treatment for ESRD clients when medically indicated.
  - $\checkmark$  Treatment for conditions directly related to ESRD.
  - ✓ Training and supervision of supporting personnel and clients for home dialysis, medical care, and treatment.
  - ✓ Supplies and equipment for home dialysis.

# Notifying clients of their rights (advance directives)

[42 CFR, Part 489, Subpart I]

All Medicare/Medicaid-certified hospitals, nursing facilities, home health agencies, personal care service agencies, hospices, and managed health care organizations are federally mandated to give **all adult clients** written information about their rights, under state law, to make their own health care decisions.

Clients have the right to:

- Accept or refuse medical treatment.
- Make decisions concerning their own medical care.
- Formulate an advance directive, such as a living will or durable power of attorney, for their health care.

# **Client Eligibility**

#### Who is eligible to receive services?

[Refer to <u>WAC 182-540-110</u> (1)]

To be eligible for the Kidney Center Services program, a client must:

- Be diagnosed with ESRD or acute renal failure, and
- Be covered by a Benefit Service Package (BSP) that covers kidney center services.

**Note:** Refer to the <u>Scope of Categories of Healthcare Services Table</u> for an up-todate listing of Benefit Service Packages.

Please see the agency's <u>ProviderOne Billing and Resource Guide</u> for instructions on how to verify a client's eligibility.

#### Are clients enrolled in an agency contracted managed care organization (MCO) eligible? [Refer to <u>WAC 182-540-110</u> (2)]

**Yes!** The agency's managed care enrollees **are eligible** for kidney center services **under their designated plan**. When verifying eligibility using ProviderOne, if the client is enrolled in an agency managed care plan, managed care enrollment will be displayed on the Client Benefit Inquiry screen.

Dialysis services covered under a managed care plan must be obtained by the client through designated facilities or providers. The managed care plan is responsible for:

- Payment of covered services, and
- Payment of services referred by a provider participating with the plan to an outside provider.

The client's plan covers hemodialysis, or other appropriate procedures to treat renal failure, including equipment needed in the course of treatment.

**Note:** To prevent billing denials, please check the client's eligibility **prior** to scheduling services and at the **time of the service** and make sure proper authorization or referral is obtained from the plan. See the agency's <u>ProviderOne</u> <u>Billing and Resource Guide</u> for instructions on how to verify a client's eligibility.

#### Primary care case management (PCCM)

For the client who has chosen to obtain care with a PCCM provider, this information will be displayed on the Client Benefit Inquiry screen in ProviderOne. These clients must obtain or be referred for services via a PCCM provider. The PCCM provider is responsible for coordination of care just like the PCP would be in a plan setting.

**Note:** To prevent billing denials, please check the client's eligibility **prior** to scheduling services and at the **time of the service** and make sure proper authorization or referral is obtained from the PCCM provider. Please see the agency's <u>ProviderOne Billing and Resource Guide</u> for instructions on how to verify a client's eligibility.

# Coverage

#### What is covered?

[Refer to <u>WAC 182-540-130</u>]

- The agency covers the following services subject to the restrictions and limitations in these billing instructions and applicable published WAC:
  - ✓ In-facility dialysis
  - ✓ Home dialysis
  - ✓ Training for self-dialysis
  - ✓ Home dialysis helpers
  - ✓ Dialysis supplies
  - ✓ Diagnostic lab work
  - $\checkmark$  Treatment for anemia
  - ✓ Intravenous drugs

**Note:** Home dialysis helpers may assist a client living in the client's home or in a skilled nursing facility (when the skilled nursing facility is their home) with home dialysis.

• Covered services are subject to the limitations specified by the agency. Providers must obtain a limitation extension (LE) before providing services that exceed specified limits in quantity, frequency, or duration. See <u>Prior Authorization</u> within these billing instructions for specifics on the LE process.

### What is not covered?

[Refer to <u>WAC 182-540-140</u>]

The agency does not cover the following in a kidney center:

- Blood and blood products (refer to <u>WAC 182-540-190</u>)
- Personal care items such as slippers, toothbrushes, etc.
- Additional staff time or personnel costs. Staff time is paid through the composite rate. **Exception: Home dialysis helpers are the only personnel cost paid outside the composite rate (refer to** <u>WAC 182-540-160</u>).

The agency or its designee reviews all initial requests for noncovered services based on  $\underline{WAC}$  <u>182-501-0165</u>.

### Services covered by other agency programs

[Refer to <u>WAC 182-540-150</u> (5-6)]

The following services are covered under other agency programs:

- **Take Home Drugs** Take home drugs (outpatient prescription drugs not being administered in the provider's office) must be supplied and billed by a pharmacy subject to pharmacy pricing methodology outlined in the current agency <u>Prescription Drug</u> <u>Program Medicaid Provider Guide</u>.
- **Medical Nutrition** Only pharmacies or other medical nutrition providers may supply supplemental food products. Bill for these services using the agency's current <u>Enteral</u> <u>Nutrition Medicaid Provider Guide</u>.

# **Coverage Table**

#### Please note the following items:

- The agency does not pay providers for blood and blood products.
- Payment is limited to blood bank service charge for processing the blood and blood products (refer to <u>WAC 182-550-6500</u>).
- The codes listed below must be used to represent the following costs:
  - ✓ Blood processing and other fees assessed by nonprofit blood centers that do not charge for the blood and blood products themselves; or
  - ✓ Costs incurred by a center to administer its in-house blood procurement program. However, these costs must not include any staff time used to administer blood.

#### **Procedure codes for blood processing used in outpatient blood transfusions**

Procedure		Policy/	
Code	Short Descriptions Comments		
P9010	Whole blood for transfusion		
P9011	Blood split unit		
P9012	Cryoprecipitate each unit		
P9016	RBC leukocytes reduced		
P9017	Fresh frozen plasma (single donor), each unit		
P9019	Platelets, each unit		
P9020	Plasma 1 donor frz w/in 8 hr		
P9021	Red blood cells unit		
P9022	Washed red blood cells unit		
P9023	Frozen plasma, pooled, sd		
P9031	Platelets leukocytes reduced		
P9032	Platelets, irradiated		
P9033	Platelets leukoreduced irrad		
P9034	Platelets, pheresis		
P9035	Platelet pheres leukoreduced		
P9036	Platelet pheresis irradiated		
P9037	Plate pheres leukoredu irrad		

Procedure		Policy/
Code	Short Descriptions	Comments
P9038	RBC irradiated	
P9039	RBC deglycerolized	
P9040	RBC leukoreduced irradiated	
P9041	Albumin (human), 5%, 50ml	
P9043	Plasma protein fract,5%,50ml	
P9044	Cryoprecipitatereducedplasma	
P9045	Albumin (human), 5%, 250 ml	
P9046	Albumin (human), 25%, 20 ml	
P9047	Albumin (human), 25%, 50ml	
P9048	Plasmaprotein fract,5%,250ml	
P9050	Granulocytes, pheresis unit	
P9054	Blood, l/r, froz/degly/wash	
P9055	Plt, aph/pher, l/r, cmv-neg	
P9056	Blood, l/r, irradiated	
P9057	RBC, frz/deg/wsh, l/r, irrad	
P9058	RBC, l/r, cmv-neg, irrad	
P9059	Plasma, frz between 8-24 hour	
P9060	Fr frz plasma donor retested	

#### **Revenue codes**

Revenue	HCPCS	Shared December there	Policy/	
Code Medical	Code /Surgical	Short Description Supplies and Devices (Requires specific identification)	Comments	
code)	/Sulgical	supplies and Devices (Requires specific identifica	aton using a men es	
/	order to re	eceive payment for revenue code 0270, the procedu	re code of the specific	
		be indicated in field 44 of the UB-04 claim form. F		
	pplies liste		ny tra	
0270		Medical/surgical supplies and devices		
0270	A4657	Syringe w/wo needle		
0270	A4750	Art or venous blood tubing		
		Misc dialysis supplies noc		
0270	A4913	(use for IV tubing, pump)		
Laborat	tory			
		ceive payment for revenue code 0300 the followir	g modifiers must be	
used:			2	
• *0	B - Servic	e ordered by a renal dialysis facility (RDF) physici	an as part of the ESRD	
be	neficiary's	dialysis benefit, is not part of the composite rate, a	nd is separately	
rei	mbursable	, and		
		C test has been ordered by an ESRD facility or MC	1 2	
composite rate test but is beyond the normal frequency covered under the rate and is				
sej	parately rei	mbursable based on medical necessity		
			*Not part of the	
0300		Laboratory, Conserval Classification	composite rate	
0300		Laboratory, General Classification	0r **Devend normal	
			**Beyond normal frequency covered	
0303		Laboratory, renal patient (home)		
0303		Laboratory, non-routine dialysis		
Drugs				
	oviders m	ist use the correct 11-digit National Drug Code (N	DC) when billing the	
	agency for drugs administered to eligible clients in kidney centers.			
	Alpha (El			
-	<b>Note:</b> When billing with revenue codes 0634 and 0635, each billing unit reported on the claim			
form represents <b>100 units</b> of EPO given.				
0634		Erythropoietin (EPO) less than 10,000 units		
0634	Q4081	Epoetin alfa, 100 units ESRD	100 units	
0635		Erythropoietin (EPO) 10,000 or more units		
0055				

Revenue	HCPCS			Policy/
Code	Code	Description		Comments
		iring Specific Identification		
		ceive payment for revenue code 0636,		
		indicated in field 44 of the UB-04 claim	m form. Pa	syment is limited to <b>the</b>
0	sted below.			D'11 1 0 1
0636		Administration of drugs		Bill number of units based on the description
				of the drug code)
0636	90655	Flu vac no prsv 3 val 6-35 m		
0636	90656	Flu vaccine no preserv 3 & >		
0636	90657	Flu vaccine 3 yrs im		
0636	90658	Flu vaccine 3 yrs & > im		
0636	90660	Flu vaccine nasal		
0636	90732	Pneumococcal vaccine		
0636	90747	Hepb vacc ill pat 4 dose im	40 mcg	
0636	J0280	Aminophyllin 250 MG inj	250 mg	
0636	J0285	Amphotericin B	50 mg	
0636	J0290	Ampicillin 500 MG inj	500mg	
0636	J0295	Ampicillin sodium per 1.5 gm	1.5 g	
0636	J0360	Hydralazine hcl injection	20 mg	
0636	J0610	Calcium gluconate injection	10ml	
0636	J0630	Calcitonin salmon injection	400u	
0636	J0636	Inj calcitriol per 0.1 mcg	0.1mcg	
0636	J0640	Leucovorin calcium injection	50 mg	
0636	J0690	Cefazolin sodium injection	500mg	
0636	J0692	Cefepime HCl for injection	500mg	
0636	J0694	Cefoxitin sodium injection	1gm	
0636	J0696	Ceftriaxone sodium injection	250mg	
0636	J0697	Sterile cefuroxime injection	750mg	
0636	J0698	Cefotaxime sodium injection	per g	
0636	J0702	Betamethasone acet&sod phosp	3 mg	
0636	J0710	Cephapirin sodium injection	1gm	
0636	J0713	Inj ceftazidime per 500 mg	500 mg	
0636	J0743	Cilastatin sodium injection	per 250	
0636	J0745	Inj codeine phosphate /30 MG	mg 30mg	
0636	J0780	Prochlorperazine injection	10 mg	
0636	J0878	Daptomycin injection	1 mg	
0636	J0878	Darbepoetin alfa, esrd use	1 mcg	
0636	J0882 J0895	Deferoxamine mesylate inj	500 mg	
0636	J0895	Deferoxamine mesylate inj	500 mg	

Revenue Code	HCPCS Code	Description		Policy/ Comments
0636	J0970	Estradiol valerate injection	40 mg	
0636	J1060	Testosterone cypionate 1 ML	1 ml	
0636	J1070	Testosterone cypionat 100 MG	Sestosterone cypionat 100 MG 100 mg	
0636	J1080	Testosterone cypionat 200 MG	200 mg	
0636	J1094	Inj dexamethasone acetate	1 mg	
0636	J1160	Digoxin injection	0.5 mg	
0636	J1165	Phenytoin sodium injection	50 mg	
0636	J1170	Hydromorphone injection	4 mg	
0636	J1200	Diphenhydramine hcl injection	50 mg	
0636	J1240	Dimenhydrinate injection	50 mg	
0636	J1270	Injection, doxercalciferol	1 mcg	
0636	J1335	Ertapenem injection	500 mg	
0636	J1580	Garamycin gentamicin inj	80 mg	
0636	J1630	Haloperidol injection	5 mg	
0636	J1631	Haloperidol decanoate inj	50 mg	
0636	J1645	Dalteparin sodium	2500 IU	
0636	J1720	Hydrocortisone sodium succ i	100 mg	
0636	J1750	Inj iron dextran	50 mg	
0636	J1756	Iron sucrose injection	1 mg	
0636	J1790	Droperidol injection	Droperidol injection 5 mg	
0636	J1800	Propranolol injection 1 mg		
0636	J1840	Kanamycin sulfate 500 MG inj 500 mg		
0636	J1885	Ketorolac tromethamine inj		
0636	J1890	Cephalothin sodium injection 1 gm		
0636	J1940	Furosemide injection 20 mg		
0636	J1955	Inj levocarnitine per 1 gm	1 gm	
0636	J1956	Levofloxacin injection	250 mg	
0636	J1990	Chlordiazepoxide injection	100 mg	
0636	J2001	Lidocaine injection	10 mg	
0636	J2060	Lorazepam injection	2 mg	
0636	J2150	Mannitol injection	50 ml	
0636	J2175	Meperidine hydrochl /100 MG	100 mg	
0636	J2185	Meropenem	100 mg	
0636	J2270	Morphine sulfate injection	10 mg	
0636	J2275	Morphine sulfate injection	10 mg	
0636	J2320	Nandrolone decanoate 50 MG	50 mg	
0636	J2501	Paricalcitol	1 mcg	
0636	J2510	Penicillin g procaine inj	600,000u	
0636	J2540	Penicillin g potassium inj	600,000u	
0636	J2550	Promethazine hcl injection	50mg	

Revenue Code	HCPCS Code	Description		Policy/ Comments
0636	J2560	Phenobarbital sodium inj	120mg	
0636	J2690	Procainamide hcl injection	1gm	
0636	J2700	Oxacillin sodium injection	xacillin sodium injection 250mg	
0636	J2720	Inj protamine sulfate/10 MG	10mg	
0636	J2765	Metoclopramide hcl injection	10mg	
0636	J2800	Methocarbamol injection	10 ml	
0636	J2916	Na ferric gluconate complex	12.5mg	
0636	J2920	Methylprednisolone injection	40 mg	
0636	J2930	Methylprednisolone injection	125 mg	
0636	J2995	Inj streptokinase /250000 IU	250,000 IU	
0636	J2997	Alteplase recombinant	1 mg	
0636	J3000	Streptomycin injection	1gm	
0636	J3010	Fentanyl citrate injection	0.1mg	
0636	J3070	Pentazocine injection	30mg	
0636	J3120	Testosterone enanthate inj	100mg	
0636	J3130	Testosterone enanthate inj	200mg	
0636	J3230	Chlorpromazine hcl injection	50mg	
0636	J3250	Trimethobenzamide hcl inj	200mg	
0636	J3260	Tobramycin sulfate injection	80mg	
0636	J3280	Thiethylperazine maleate inj	Thiethylperazine maleate inj 10mg	
0636	J3301	Triamcinolone acet inj NOS 10 mg		
0636	J3360	Diazepam injection	5mg	
0636	J3364	Urokinase 5000 IU injection	5,000 IU vial	
0636	J3365	Urokinase 250,000 IU inj	250,000 IU vial	
0636	J3370	Vancomycin hcl injection	500 mg	
0636	J3410	Hydroxyzine hcl injection	25 mg	
0636	J3420	Vitamin b12 injection	1,000 mcg	
0636	J3430	Vitamin k phytonadione inj	1mg	
0636	J7500	Azathioprine oral 50mg	50 mg	
0636	J7502	Cyclosporine oral 100 mg	100 mg	
0636	J7506	Prednisone oral	per 5 mg	
0636	J7507	Tacrolimus oral per 1 MG	per 1 mg	
0636	J7515	Cyclosporine oral 25 mg	25 mg	
0636	J7517	Mycophenolate mofetil oral	250 mg	
0636	J7518	Mycophenolic acid	180 mg	
0636	J7520	Sirolimus, oral	1 mg	

Revenue	HCPCS			Policy/
Code	Code	Description		Comments
0636	J3490	Drugs unclassified injection		
Note: T	he National	Drug Code (NDC) number and dosage	given to t	he client must be
included	l in the remai	rks section of the claim form when bill	ing unliste	d drug HCPCS code
J3490.				
	Q2034	Agriflu vaccine		Ages 19 and older
EKG/E	CG (Electro	cardiogram) – Technical Portion On	ly	
0730		General classification		
	93005	Electrocardiogram tracing		
Hemodi	Hemodialysis – Outpatient or Home			
0821		Hemodialysis/composite rate.		Limited to 14 per
				client, per month. (Do
				not bill in
				combination with
				831, 841, or 851.)
0825		Support Services		(Home Helper)

Intermitte	Intermittent Peritoneal Dialysis – Outpatient or Home			
0831	Peritoneal dialysis/Composite Rate.	Limited to 14 per client, per month. (Do not bill in combination with 821, 841, or 851.)		
0835	Support Services	(Home Helper)		
Continuou	ıs Ambulatory Peritoneal Dialysis (CAPD) - O	outpatient or Home		
0841	CAPD/Composite Rate.	Limited to 31 per client, per month. (Do not bill in combination with 821, 831, or 851.)		
0845	Support Services	(Home Helper)		
0851	CCPD/Composite Rate.	Limited to 31 per client, per month. (Do not bill in combination with 821, 831, or 841.)		
0855	Support Services	(Home Helper)		

# Authorization

[Refer to <u>WAC 182-531-0200</u>]

### Is prior authorization required?

Yes. Prior authorization is required for a limitation extension.

**Note:** Please see the agency's <u>ProviderOne Billing and Resource Guide</u> for more information on requesting authorization.

### What is a Limitation Extension?

A limitation extension (LE) is the agency's authorization for the provider to furnish more units of service than are allowed in WAC and agency Medicaid provider guides. The provider must provide justification that the additional units of service are medically necessary.

Limitation Extensions do not override the client's eligibility or program limitations. Not all categories of eligibility can receive all services. **For Example:** Kidney dialysis is not covered under the Family Planning Only Program.

#### How do I get LE authorization?

Obtain an LE by using the written/fax authorization process below.

#### Written/fax authorization

#### What is written/fax authorization?

Written or fax authorization is the paper authorization process providers must use when requesting an LE.

#### How do I obtain written/fax authorization?

To request prior authorization or limitation extensions, fax the following documentation to **1-866-668-1214**:

- A completed, **typed**, ProviderOne request form, <u>13-835</u>. This request form MUST be the initial page when you submit your request.
- A completed Basic Information Authorization Request Form, <u>13-756</u>, and all the documentation listed on this form and any other medical justification.

# Payment

# How does the agency pay for kidney center services?

[Refer to <u>WAC 182-540-150</u>]

The agency recognizes a free-standing kidney center as an outpatient facility. The agency pays free-standing kidney centers for providing kidney center services to eligible clients using one of the following payment methods:

- **Composite rate payments** A payment method in which all standard equipment, supplies, and services are calculated into a blended rate. All in-facility dialysis and all home dialysis treatments are billed under the composite rate system.
  - ✓ A single dialysis session and related services are paid through a single composite rate payment (see "<u>What is included in the composite rate?</u>" for a detailed description on what is required and paid for in a composite rate payment).
  - ✓ The composite rate is listed in the <u>Kidney Center Services Fee Schedule</u>.
- Noncomposite rate payments ESRD services and items covered by the agency, but not included in the composite rate, are billed and paid separately. This methodology uses a maximum allowable fee schedule to pay providers (see "<u>What is not included in the composite rate?</u>" for more detail on noncomposite rate payments).

#### What is included in the composite rate?

[Refer to <u>WAC 182-540-160</u>]

The following equipment, supplies, and services for in-facility and home dialysis are included in a composite rate:

- Medically necessary dialysis equipment;
- All dialysis services furnished by the facility's staff;
- Standard ESRD-related laboratory tests (see "<u>Laboratory Services</u>");
- Home dialysis support services including the delivery, installation, and maintenance of equipment;
- Purchase and delivery of all necessary dialysis supplies;
- Declotting of shunts and any supplies used to declot shunts;
- Oxygen and the administration of oxygen;
- Staff time used to administer blood and nonroutine parenteral items;

- Non-invasive vascular studies; and
- Training for self-dialysis and home dialysis helpers.

The agency issues a composite rate payment only when all of the above items and services are furnished or available at each dialysis session. If the facility fails to furnish or have available **any** of the above items, the agency does not pay for any part of the items and services that were furnished.

### How many dialysis sessions are allowed?

[WAC <u>182-540-150</u> (1)(b) and (c)]

The agency pays providers for the following number of dialysis sessions:

- For revenue codes 821 and 831, a maximum of 14 per client, per month.
- For revenue codes 841 and 851, a maximum of 31 per client, per month.

**Note:** Providers may request a limitation extension (LE) if more sessions than indicated above are medically necessary (see <u>Prior Authorization</u>).

#### What is not included in the composite rate? [Refer to WAC 182-540-170]

The following supplies and services are **not** included in the composite rate and may be billed separately, subject to the restrictions or limitations in these billing instructions and applicable published WAC:

- Drugs related to treatment, including but not limited to Epoetin Alpha (EPO) and diazepam. The drug must:
  - $\checkmark$  Be prescribed by a physician; and
  - $\checkmark$  Meet the rebate requirements described in <u>WAC 182-530-7500</u>; and
  - $\checkmark$  Meet the requirements of <u>WAC 246-905-020</u> when provided for home use.
- Supplies used to administer drugs and blood.
- Blood processing fees charged by the blood bank (see "<u>Blood Products and Services</u>").
- Home dialysis helpers.

**Note:** Staff time for the administration of blood is included in the composite rate.

#### Laboratory services

[Refer to <u>WAC 182-540-180</u>]

- Standard ESRD lab tests are included in the composite rate when performed at recommended intervals.
- The following standard ESRD lab tests, performed by either the facility or an independent laboratory, may be paid outside the composite rate when it is medically necessary to test more frequently. When submitting a claim for tests performed over and above recommended intervals:
  - ✓ Proof of medical necessity must be documented in the client's medical record when billing for more frequent testing. A diagnosis of ESRD is not sufficient.
  - ✓ The claim must include information on the nature of the illness or injury (diagnosis, complaint, or symptom) requiring the performance of the test(s) (an ICD-9CM diagnosis code may be shown in lieu of a narrative description).

Frequency of Testing Under ESRD Composite Rate	Standard ESRD Test
1. Per Treatment	All hematocrit, hemoglobin, and clotting tests
2. Weekly	Prothrombin time for patients on anti- coagulant therapy Serum Creatinine BUN
3. Monthly	Alkaline Phosphatase CBC LDH Serum Albumin Serum Bicarbonate Serum Calcium Serum Chloride Serum Phosphorous Serum Potassium SGOT Total Protein
	<u>CAPD Tests:</u>

Frequency of Testing Under ESRD Composite Rate	Standard ESRD Test	
	Albumin	LDH
	BUN	Magnesium Alkaline
	Calcium	Phosphatase
	CO2	Phosphate
	Creatinine	Potassium
	Dialysate Protein	SGOT
	НСТ	Sodium
	HGB	Total Protein

• The following tests are *not* included in the composite rate and may be billed at the frequency shown without medical documentation. Tests performed more frequently require the appropriate medical diagnosis and medical documentation in the client's medical record (a diagnosis of ESRD alone is not sufficient).

Frequency of Testing for Separately Billable Tests	Test	
Hemodialysis & CCPD Patients		
Once every three months:	Serum Aluminum Serum Ferritin	
Once every twelve months:	Bone Survey (Either the roetgenographic method or the photon absorptiometric procedure for bone mineral analysis.)	
CAPD Patients		
Once every three months:	Platelet count RBC WBC	
Once every six months:	Residual renal function 24-hour urine volume	

• All separately-billable ESRD laboratory services must be billed by, and paid to, the laboratory that performs the test.

#### **Blood products and services**

[Refer to <u>WAC 182-540-190</u>]

The agency pays free-standing kidney centers for:

- Blood processing and other fees assessed by non-profit blood centers that do not charge for the blood or blood products themselves; and
- Costs, up to the agency maximum allowable fee, incurred by the center to administer its in-house blood procurement program.

The agency does not pay free-standing kidney centers for blood or blood products (refer to  $\underline{WAC}$  <u>182-550-6500</u>).

Staff time used to administer blood or blood products is included in the payment for the composite rate (refer to <u>WACs 182-540-150</u> and <u>182-540-160</u>).

### **Epoetin Alpha (EPO)**

[Refer to <u>WAC 182-540-200</u>]

The agency pays the kidney center for EPO therapy when:

- Administered in the kidney center to a client:
  - ✓ With a hematocrit less than 33 percent or a hemoglobin less than 11 when therapy is initiated; or
  - ✓ Continuing EPO therapy with a hematocrit between 30 and 36 percent.
- Provided to a home dialysis client:
  - $\checkmark$  With a hematocrit less than 33% or a hemoglobin less than 11 when therapy is initiated; and
  - ✓ When permitted by Washington Board of Pharmacy Rules (refer to <u>WAC 246-905-020</u> Home dialysis program-Legend drugs).

For billing purposes, **100 units of EPO given to the client equals one (1) billing unit**. If a fraction of 100 units of EPO is given, round the billing unit as follows:

- If 49 units or less are given, round down to the next 100 units (i.e., bill 31,440 units of EPO as 314 billing units).
- If 50 units or more are given, round up to the next 100 units (i.e., bill 31,550 units of EPO as 316 billing units).

### Fee schedule

You may view the agency's Kidney Center Services Fee Schedule on-line.

# **Billing and Claim Forms**

### What are the general billing requirements?

Providers must follow the agency's <u>ProviderOne Billing and Resource Guide</u>. These billing requirements include:

- What time limits exist for submitting and resubmitting claims and adjustments.
- When providers may bill a client.
- How to bill for services provided to primary care case management (PCCM) clients.
- How to bill for clients eligible for both Medicare and Medicaid.
- How to handle third-party liability claims.
- What standards to use for record keeping.

### **Completing the UB-04 claim form**

Detailed instructions on how to complete and bill according to the official UB-04 Data Specifications Manual is available from the <u>National Uniform Billing Committee</u>.