

		Reimbu	rsement Policy
Subject: Medical Recalls			
Effective Date: 11/01/18	Committee Approval Obtained: 09/30/19		Section: Administration

***** The most current version of our reimbursement policies can be found on our provider website. If you are using a printed version of this policy, please verify the information by going to https://providers.amerigroup.com/DC. *****

These policies serve as a guide to assist you in accurate claim submissions and to outline the basis for reimbursement if the service is covered by an enrollee's Amerigroup District of Columbia, Inc. benefit plan. The determination that a service, procedure, item, etc. is covered under an enrollee's benefit plan is not a determination that you will be reimbursed. Services must meet authorization and medical necessity guidelines appropriate to the procedure and diagnosis as well as to the enrollee's District of residence. You must follow proper billing and submission guidelines. You are required to use industry standard, compliant codes on all claim submissions. Services should be billed with CPT® codes, HCPCS codes and/or revenue codes. The codes denote the services and/or procedures performed. The billed code(s) are required to be fully supported in the medical record and/or office notes. Unless otherwise noted within the policy, our policies apply to both participating and nonparticipating providers and facilities.

If appropriate coding/billing guidelines or current reimbursement policies are not followed, Amerigroup may:

- Reject or deny the claim.
- Recover and/or recoup claim payment.

Amerigroup reimbursement policies are developed based on nationally accepted industry standards and coding principles. These policies may be superseded by mandates in provider, District, federal or CMS contracts and/or requirements. System logic or setup may prevent the loading of policies into the claims platforms in the same manner as described; however, Amerigroup strives to minimize these variations.

Amerigroup reserves the right to review and revise our policies periodically when necessary. When there is an update, we will publish the most current policy to this site.

Policy

Amerigroup does not allow reimbursement for repair or replacement of items due to a medical recall unless provider, District, federal, CMS contracts and/or requirements indicate otherwise. The following are applicable items:

Durable medical equipment

Supplies

Prosthetics

Orthotics

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Drugs/vaccines

Amerigroup will allow reimbursement of medically necessary procedures to remove and replace recalled or replaced devices. We will not be responsible for the full cost of a replaced device if an inpatient or outpatient facility is receiving a partial or full credit for a device due to recall. Payment will be reduced by the amount of the device credit.

Amerigroup will:

- Participate and provide any applicable documentation required in any applicable class action lawsuits due to a medical recall.
- Supply providers with medical recall information for dissemination to applicable members.

In circumstances where Amerigroup has reimbursed the provider for repair or replacement of items, or procedures related to items due to a medical recall, Amerigroup is entitled to recoup or recover fees from the manufacturer and/or distributor as applicable.

In circumstances where Amerigroup has reimbursed the provider the full or partial cost of a replaced device and the provider received a full or partial credit for the device, Amerigroup is entitled to recoup or recover fees from the provider.

In applicable circumstances, providers should bill the appropriate condition code, value code, modifier and/or diagnosis code to identify a medically recalled item.

History

- Biennial review approved **09/30/19**: Policy template updated
- Review approved 12/15/17 and effective 11/01/18: Policy language regarding providers receiving full or partial credit for a device and recoupment added
- Biennial review approved 09/28/17 and effective 11/01/18: Policy language regarding procedures related to items due to a recall and manufacturer recoupment added

This policy has been developed through consideration of the following:

Initial policy approved 07/19/17 and effective 10/01/17

CMS

References and

Research Materials

- DC Department of Health Care Finance policies
- Amerigroup contract with the DC Department of Health Care Finance
- Federal Register Vol. 79, No. 134 Medicare and Medicaid Programs: Hospital Outpatient Prospective Payment and Ambulatory Surgical Center Payment Systems and Quality Reporting Programs

	 Code of Federal Regulations Subpart A — Payments §416.179 		
	U.S. FDA: Medical Device Recalls		
Definitions	General Reimbursement Policy Definitions		
Related Policies	Documentation Standards for Episodes of Care		
	Reimbursement for Items Under Warranty		
Related Materials	None		