

Date: 07/20/07

Web Announcement 151

Prior Authorization for DME Repair/Labor Codes

Repair/labor codes for Durable Medical Equipment (DME), orthotics and prosthetics now require a prior authorization (PA) only when 16 units per month are going to be exceeded. A unit equals 15 minutes. Healthcare Common Procedure Coding System (HCPCS) codes affected by this change are: E1340, L4205, L4210, L7510 and L7520.

Claims for code E1340 with service dates back to Jan. 1, 2005, that processed at 16 units when a PA was on file to exceed that amount will be recycled to adjudicate at the number of units approved on the PA. Code E1340 refers to repair or nonroutine service for durable medical equipment requiring the skill of a technician, labor component.

**E1340
Recycle**

Your Remittance Advice will report any adjudication due to the recycle. Nevada Medicaid will monitor utilization on an ongoing basis.



First Health
Services Corporation[®]

A Coventry Health Care Company