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### **COVERED SERVICES**

Only outpatient end stage renal disease (ESRD) services are covered at Medicaid enrolled freestanding ESRD centers. Louisiana Medicaid covers renal dialysis services for the first three months of dialysis, pending Medicare eligibility. Covered services include renal dialysis treatments (hemodialysis and peritoneal dialysis), routine laboratory services, non-routine laboratory services and medically necessary injections.

**NOTE:** Hospital inpatient ESRD services are not covered at free-standing ESRD centers.

### Hemodialysis

Louisiana Medicaid provides reimbursement to free standing end stage renal disease (ESRD) facilities for hemodialysis services.

#### **Peritoneal Dialysis**

Continuous Ambulatory Peritoneal Dialysis (CAPD) and Continuous Cycling Peritoneal Dialysis (CCPD) services may be provided to home dialysis patients. Providers approved for CAPD services may also provide CCPD services.

For both services, Louisiana Medicaid utilizes Medicare's composite rate reimbursement system, Method I only. Under this reimbursement system, the dialysis facility must assume responsibility for providing all home dialysis equipment, supplies, and home support services. Some of the support services include the administering of medications, training the recipient to perform the home dialysis treatment, and the delivery of supplies. Reimbursement for these support services is included in the composite rate.

Support services specifically applicable to the home CAPD and CCPD recipient include:

- Changing the connection tube (also referred to as an administration set),
- Observing the recipient perform CAPD and CCPD to
  - Ensure the process is completed correctly,
  - Instruct the recipient in the techniques he/she may have forgotten, or
  - Inform the recipient of modifications in the apparatus or technique.
- Documenting whether the recipient has or had peritonitis that requires physician intervention or hospitalization (Unless there is evidence of peritonitis, a culture for peritonitis is not necessary.),

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- Inspecting the catheter site,
- Drawing blood samples,
- Administering medications prescribed by the recipient's physician to treat a renal related condition,
- Administering blood or blood products prescribed by the physician,
- Providing social services consultation and/or intervention,
- Performing delivery, installation, maintenance, repair and testing of the cycler, and
- Delivering all dialysis related supplies.

## Equipment and Supplies for Home Dialysis

Providers will be reimbursed for the covered items in accordance with the Durable Medical Equipment (DME) Program guidelines. These items must be requested by a DME provider and prior authorized by the fiscal intermediary's Prior Authorization Unit. The DME manual provides information on covered services and the prior authorization process. (See Appendix A for information on accessing manuals)

# Laboratory Services

Louisiana Medicaid reimburses ESRD providers for both routine and non-routine laboratory services. Providers may contract with outside laboratories to perform these lab procedures. Payment for laboratory services is made to the dialysis provider, not the contracted laboratory. Dialysis providers shall not bill Medicaid for an amount that exceeds the amount paid to the contracted laboratory.

### **Routine Laboratory Services**

Routine lab work is an integral part of outpatient hemodialysis services. Reimbursement for routine lab services is included in the dialysis reimbursement rate.

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Routine lab services with the allowed frequency are included in the following table:

HEMODIALYSIS		PERITONEAL DIALYSIS	
Frequency	<b>Routine Lab Service</b>	Frequency	Routine Lab Service
PER DIALYSIS	Hematocrit	MONTHLY	BUN
WEEKLY	Prothrombin time for recipients on anticoagulant therapy		Creatinine
	Serum Creatinine		Sodium
	BUN		Dialysate Protein
MONTHLY	CBC		Albumin Hgb
	Serum Calcium		Carbon Dioxide
	Serum Potassium		LDH
	Serum Chloride		Phosphate
	Serum Bicarbonate		SGOT
	Serum Phosphorus		Magnesium Alkaline Phosphates
	Total Protein		Calcium
	Serum Albumin		Total Protein
	Alkaline Phosphatase		Potassium
	SGOT		НСТ
	LDH		

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#### Non-Routine Laboratory Services

Dialysis facilities may bill separately for additional non-routine services performed by approved Medicaid laboratories, if the medical necessity for the additional lab services is documented by the physician.

### **Epoetin Alfa**

Epoetin alfa (EPO), also referred to as Epoetin or Epogen, is covered under Louisiana Medicaid when it is used to treat anemia associated with chronic renal failure. Recipients with this condition include those who require renal dialysis and are eligible for Medicare under the end-stage renal disease (ESRD) provisions of the law. EPO may be administered either intravenously or subcutaneously for the treatment of anemia associated with chronic renal failure.

Providers should address the following in their medical documentation:

- Iron deficiency (Most recipients will need supplemental iron therapy while being treated, even if they do not start out iron deficient.),
- Concomitant conditions such as infection, inflammation, or malignancy (These conditions should be addressed insofar as possible for EPO to have maximum effect.),
- Unrecognized blood loss (Recipients with kidney disease and anemia may have chronic blood loss, usually gastrointestinal, as a reason for the anemia. As a result, the effectiveness of EPO will be limited.),
- Concomitant hemodialysis, bone marrow dysplasia, or refractory anemia for a reason other than renal disease, such as aluminum toxicity,
- Folic acid or vitamin B12,
- Circumstances in which the bone marrow is replaced with other tissue, such as malignancy or osteitis fibrosa cystica, and
- Recipient's weight, required current dose, a historical record of the amount that has been given, and the hematocrit response to date.

Coverage can be made for facility-dialyzed recipients, as well as for recipients who dialyze at home and are competent to use the drug without medical or other supervision. The facility is

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required to limit the "on-hand" supply to home dialysis recipients up to a two-month supply. The facility may bill up to a two-month supply initially, and must thereafter bill a one-month supply.

#### Criteria for Selection of Recipients Qualified to Self-Administered EPO in the Home

The recipient's dialysis facility or the physician responsible for furnishing all dialysis-related services to the recipient can participate in recipient selection, training, and monitoring. In considering EPO therapy in the home setting, it is important for the dialysis facility or the physician responsible for all dialysis-related services to assess the degree of self-care that is feasible; i.e., whether the recipient will actually be able to administer the drug, and if not, whether the recipient would have the necessary assistance from an available care-giver. In order to be selected for home use of EPO, the recipient must meet the following criteria:

- Be a home dialysis patient (utilizing either CAPD or CCPD method),
- Have a hematocrit (or comparable hemoglobin) of less than 30%, unless medical documentation justifies a recipient's need for EPO with a hematocrit higher than 30%,
- Be under the care of the physician who is responsible for the dialysis-related services and who prescribes EPO, and be under the care of the renal dialysis facility that establishes the plan of care for the services and monitors the progress of the home EPO therapy, and
- Be trained by the facility to inject EPO or have an appropriate care-giver who is trained to inject EPO.

In addition, the following requirements must be met:

- Prior to the determination that the recipient is a candidate for use of EPO in the home, the recipient's hematocrit (or hemoglobin), serum iron, transferrin saturation, serum ferritin, and blood pressure must be measured.
- The recipient's physician or facility must develop an appropriately designed protocol for the recipient for the safe and effective use of the drug. The protocol must include monitoring the recipient's blood pressure.
- The recipient must be capable of performing self-administration of EPO, be able to read the drug labeling, or have a primary care-giver who can perform these tasks.

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The recipient must be able to adhere to a disciplined medical program.

#### **Patient Care Plan**

To ensure adequate monitoring of home EPO therapy, the patient care plan for a recipient who is home dialysis patient using EPO in the home must include the following:

- A review of diet and fluid modification to monitor iron stores and hyperkalemia related to dietary indiscretion or elevated blood pressure,
- A re-evaluation of the recipient's dialysis prescription, taking into account the recipient's increased appetite and red blood cell volume,
- A method of teaching the recipient to identify the signs and symptoms of hypotension and hypertension,
- The decrease or discontinuance of EPO if hypertension is uncontrolled, and
- A method of follow-up on blood work and a means to keep the physician • informed of the results.

If a recipient is not competent to use EPO in the home without supervision, and the drug has been prescribed, the dialysis facility should administer the drug.

### **Medically Necessary Injections**

Certain injections that are covered under Louisiana Medicaid are usually billed in connection with hemodialysis treatments. Reimbursement for each of these items ONLY covers the cost of the drug. Reimbursement for the administration of the injection is included in the physician supervision of dialysis procedures.

Medicaid does not automatically cover new drugs when they are introduced. If a drug is added to the Medicare file, Medicaid will consider payment of the Medicaid portion of the claim.