



**Louisiana Department of Health and Hospitals**  
**Health Plan Advisory 14-11**  
**June 30, 2014**

**Coverage of Compression Garments and Related Items: Effective May 1, 2014**

This is to inform all Bayou Health plans that Louisiana Medicaid is updating the DMEPOS fee schedule effective May 1, 2014 to include coverage of the full range of procedure codes for custom ordered/fitted compression garments (e.g., stocking/burn garment/gradient pressure aid garment/sleeve) and the necessary pneumatic compressors and appliances. The HCPCS code range currently includes A6501 – A6538, S8420 – S8427, and E0650-E0675. The fee schedule may not include the updates immediately; however it will be published on the Medicaid website in the next few weeks.

Because most of the procedure codes represent items that are custom made, the following manual pricing methodology will be used by legacy Medicaid: where there is a manufacturer's suggested retail price (MSRP), the reimbursement will be MSRP minus (-) 23.7%. If there is no MSRP, the reimbursement shall be the documented provider invoice fee plus (+) 6.3%.