AIR AMBULANCE SERVICES

ELIGIBLE PROVIDERS

In order to receive payment, all eligible servicing and billing provider’s National Provider Identifiers (NPI) must be enrolled with South Dakota Medicaid. Servicing providers acting as a locum tenen provider must enroll in South Dakota Medicaid and be listed on the claim form. Please refer to the provider enrollment chart for additional details on enrollment eligibility and supporting documentation requirement.

South Dakota Medicaid has a streamlined enrollment process for ordering, referring, and attending physicians that may require no action on the part of the provider as submission of claims constitutes agreement to the South Dakota Medicaid Provider Agreement.

An air ambulance must be licensed and equipped according to ARSD Ch. 44:05:05. Out of state providers must be licensed and enrolled with their home state’s Medicaid agency.

ELIGIBLE RECIPIENTS

Providers are responsible for checking a recipient’s Medicaid ID card and verifying eligibility before providing services. Eligibility can be verified using South Dakota Medicaid’s online portal. The following recipients are eligible for medically necessary services covered in accordance with the limitation described in this chapter and in the table below:

<table>
<thead>
<tr>
<th>Coverage Type</th>
<th>Coverage Limitations</th>
</tr>
</thead>
<tbody>
<tr>
<td>Medicaid/CHIP Full Coverage</td>
<td>Medically necessary services covered in accordance with the limitations described in this chapter.</td>
</tr>
<tr>
<td>Medicaid – Pregnancy Related Postpartum Care Only (47)</td>
<td>Coverage restricted to family planning and postpartum care only.</td>
</tr>
<tr>
<td>Qualified Medicare Beneficiary – Coverage Limited (73)</td>
<td>Coverage restricted to co-payments and deductibles for Medicare Part A and Part B covered services.</td>
</tr>
<tr>
<td>Medicaid – Pregnancy Related Coverage Only (77)</td>
<td>Coverage restricted to pregnancy related services only including medical issues that can harm the life of the mother or baby.</td>
</tr>
<tr>
<td>Unborn Children Prenatal Care Program (79)</td>
<td>Coverage restricted to pregnancy related services only including medical issues that can harm the life of the mother or baby.</td>
</tr>
</tbody>
</table>

Refer to the Recipient Eligibility manual for additional information regarding eligibility including information regarding limited coverage aid categories.
COVERED SERVICES AND LIMITS

General Coverage Principles
Providers should refer to the General Coverage Principles manual for basic coverage requirements all services must meet. These coverage requirements include:

- The provider must be properly enrolled;
- Services must be medically necessary;
- The recipient must be eligible; and
- If applicable, the service must be prior authorized.

The manual also includes non-discrimination requirements providers must abide by.

Air Ambulance Covered Services
Air ambulance services are limited to transporting a recipient to the nearest medical provider that is equipped or trained to provide the necessary service. Air ambulance services must meet the following criteria:

- The transportation is medically necessary because of time, distance, emergency, or other factors or when transportation by any other means is contraindicated; and
- The transportation must be the result of a physician or other licensed practitioner’s written orders requiring the specific level of air transportation for medical purposes.

The following services are eligible for payment when provided by a participating ambulance provider that meets the above-criteria:

- Base fee for fixed wing emergency air ambulance, including one attendant;
- Base fee helicopter emergency air ambulance, including one attendant;
- Services of additional attendants if medically necessary;
- Transportation of an additional South Dakota Medicaid recipient when billed with the TK modifier; and
- Loaded mileage. Mileage may not be billed for more than one patient per trip.

Multiple Trips in a day
If multiple trips via air ambulance are needed within a 24-hour period, the appropriate ambulance modifiers are to be used in conjunction with the 59 modifier.

NON-COVERED SERVICES

General Non-Covered Services
Providers should refer to ARSD 67:16:01:08 or the General Coverage Principles manual for a general list of services that are not covered by South Dakota Medicaid.

Air Ambulance Non-Covered Services
The following services are non-covered:

- Charges for transporting a recipient from the airport to the hospital or from the hospital to the airport must be billed by the ground ambulance provider and may not be included in the air ambulance charge.
- A provider may not bill for services if a recipient was not transported.
- Services not specifically listed in the covered services section are considered non-covered.
DOCUMENTATION REQUIREMENTS

General Requirements
Providers must keep legible medical and financial records that fully justify and disclose the extent of services provided and billed to South Dakota Medicaid. These records must be retained for at least 6 years after the last date a claim was paid or denied. Please refer to the Documentation and Record Keeping manual for additional requirements.

Air Ambulance Documentation Requirements
A copy of the physician or other licensed practitioner’s written order specifying the medical necessity and the level of air transportation medically required must be maintained in the provider’s records and made available on request.

REIMBURSEMENT AND CLAIM INSTRUCTIONS

Timely Filing
South Dakota Medicaid must receive a provider’s completed claim form within 6 months following the month the service was provided. Requests for reconsiderations will only be considered if they are received within the timely filing period or within 3 months of the date a claim was denied. The time limit may be waived or extended by South Dakota Medicaid in certain circumstances. Providers should refer to the General Claim Guidance manual for additional information.

Third-Party Liability
Medicaid recipients may have one or more additional source of coverage for health services. South Dakota Medicaid is generally the payer of last resort, meaning Medicaid only pays for a service if there are no other liable third-party payers. Providers must pursue the availability of third-party payment sources and should use the Medicare Crossover or Third-Party Liability billing instructions when applicable. Providers should refer to the General Claim Guidance manual for additional information.

Reimbursement
The rate of payment for air ambulance service is the base fee, loaded mileage, and other medically necessary covered services. Payment is limited to the lesser of the provider’s usual and customary charge or the fee contained on South Dakota Medicaid’s Transportation Services fee schedule.

Claim Instructions
- A claim for air ambulance must be submitted at the provider’s usual and customary charge.
- A claim for air ambulance service may contain only air ambulance procedure codes found on the department’s transportation fee schedule.
- A provider may only bill for loaded miles and air miles must be billed in nautical miles.
- When applicable, the TK modifier, which indicates an additional South Dakota Medicaid recipient is being transported, must be included on a provider’s claim. Modifier payment effects are described on the department’s website.
- Applicable descriptive modifiers are required on the claim.
- Multiple trips within a 24-hour period will require the 59 modifier in order to bill for a separate distinct facility/provider destination.
DEFINITIONS

1. "Air ambulance," an aircraft, fixed-wing or helicopter, that is designed or can be quickly modified to provide emergency transportation of wounded, injured, sick, invalid, or incapacitated human beings or expectant mothers to or from a place where medical care is provided and is licensed by the Department of Health under the provisions of chapter 44:05:05;

2. “Air mile,” a unit of distance equal to one nautical mile;

3. "Ambulance provider," a company, firm, or individual licensed by the Department of Health under the provisions of article 44:05 to provide ambulance services or, if based out of state, a company, firm, or individual which provides ambulance services and is a participating Medicaid provider in the state where it is located;

4. "Loaded mileage," mileage driven or flown while a patient is being transported; and

5. "Trip," the transporting of a person from the person's home to a medical provider, between medical providers, or from a medical provider to the person's home.

REFERENCES

- Administrative Rule of South Dakota (ARSD)
- South Dakota Medicaid State Plan
- Code of Federal Regulations

QUICK ANSWERS

1. **Does Medicaid pay for ambulance services when an ambulance is called and responds, but the recipient is not transported?**
   
   No, this is not a covered service per ARSD 67:16:25:02.

2. **Can an air ambulance bill for the transportation of the recipient from the airport to the hospital or from the hospital to the airport?**
   
   No, this must be billed by the ground ambulance per ARSD 67:16:25:08.

3. **Can an air ambulance bill for miles when the recipient is not being transported?**
   
   No, only loaded mileage is billable.

4. **What type of mileage unit of measurement should an air ambulance use to bill for loaded mileage?**
   
   Loaded mileage must be billed in nautical miles.