

Updated Billing Accuracy Checklist for Compression Therapy (Wound Care)

MedStates 2026 Resource

Clinical & Medical Necessity

- Confirmed diagnosis supporting compression therapy
- Wound measurements documented at each visit
- Clinical indication for compression therapy recorded
- Arterial sufficiency (ABI or equivalent) verified
- Progress notes demonstrate ongoing medical necessity

Documentation Requirements

- Signed provider treatment plan
- Type of compression therapy documented
- Compression level documented when applicable
- Frequency and duration of therapy recorded
- Patient education and compliance documented

Coding Accuracy

- Correct CPT / HCPCS codes selected
- Diagnosis codes support medical necessity
- Appropriate modifiers applied
- No unbundling of global wound care services
- Coding aligns with payer LCD/NCD requirements

Place of Service & Provider Requirements

- Correct Place of Service (POS) code used
- Rendering provider credentialed with payer
- Scope of practice validated
- Incident-to rules followed when applicable

Payer-Specific Verification

- Medicare coverage criteria met
- Medicaid state-specific rules reviewed
- Commercial payer authorization obtained if required
- Visit limits and coverage caps verified
- Supply billing rules confirmed

Denial Prevention & Audit Readiness

- Medical necessity language consistent across records
- Documentation supports active treatment

- Duplicate or overlapping services avoided
- Records retained for audit defense
- Internal billing review completed

Payment Optimization

- Claims submitted within timely filing limits
- Documentation ready for payer requests
- Denial trends tracked
- Corrected claims submitted promptly

Final Pre-Submission Check

- Diagnosis, procedure, and documentation aligned
- Payer rules confirmed
- All signatures and dates present
- Claim approved for submission