



**CAPE MEDICAL
SUPPLY**

INNOVATING PATIENT CARE

May 30, 2016

Our records show that our company, Cape Medical Supply, is currently furnishing you with rented medical equipment. On July 1, 2013, Medicare started a new competitive bidding program for certain durable medical equipment, prosthetics, orthotics, and supplies (DMEPOS) in your area. The current competitive bidding program supplier contracts in your area will end on June 30, 2016. On July 1, 2016, Medicare will start new contracts with suppliers in your area. Under this program, people with Original Medicare in your area will almost always need to buy or rent certain medical equipment and supplies from suppliers that contract directly with Medicare to furnish these items.

Although we won't be a Medicare contract supplier for your equipment starting July 1, 2016, we qualify as a grandfathered supplier so you may continue to rent your equipment from us. This also includes getting related accessories and supplies needed to operate the equipment for the remaining rental months. It is important for you to know that you may change suppliers. However, if you change suppliers, you must get your medical equipment from a new Medicare contract supplier for your area. To find a Medicare contract supplier for visit www.medicare.gov/supplierdirectory or call 1-800-MEDICARE (1-800-633-4227) and have your ZIP code ready. TTY users should call 1-877-486-2048.

If you choose to use a new Medicare contract supplier instead of continuing to rent with us, the contract supplier must provide you with the items included in its contract.

- The Medicare contract supplier will receive 13 additional months of rental payment for medical equipment.
- The Medicare contract supplier will receive at least 10 months of rental payment for oxygen equipment.

You or your secondary insurer will be responsible for the 20 percent copayment for the monthly rental and any unmet Part B annual deductible. If you continue to rent with us, you will be responsible for remaining monthly rental copayments and any unmet Part B annual deductible.

If you would like to continue renting from us, no action is needed on your part. If you would like to switch to a contracted supplier, please reach out to us ASAP at (800) 339-3322, option 2, and we will schedule a pick-up of your equipment.

Thank you and we look forward to continuing to service you,

Cape Medical Supply, Inc.

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