

healthcare equipment, inc.

RENT/PURCHASE OPTION LETTER FOR POWER WHEELCHAIRS

If you meet the Medicare coverage criteria for a power wheelchair and accessories prescribed by your physician, Medicare may help pay for it. Upon delivery of the power wheelchair, Medicare requires Healthcare Equipment, Inc to give you the option of either renting or purchasing the electric wheelchair.

If you choose to purchase the power wheelchair and accessories, upon approval, Medicare pays 80 percent of the allowed purchase price in a lump sum amount. You are responsible for the 20 percent coinsurance amounts and, for non-assigned claims, the balance between the Medicare allowed amount and the supplier's charge. However, you must elect to purchase the electric wheelchair at the time your medical equipment supplier furnishes you the item.

If you choose to rent the power wheelchair and accessories and the Medicare coverage criteria are met, Medicare may pay a monthly rental fee for a period not to exceed 13 months, after which ownership of the electric wheelchair is transferred to you. During the rental period, you will be responsible for the 20 percent coinsurance payment for each month of the rental period, and for non-assigned claims: you will be responsible for the balance between the Medicare allowed amount and the supplier's charge. Medicare requires Healthcare Equipment, Inc to convert your rental agreement to a purchase agreement after 13 months of rental. This means once Medicare has made the final 13th rental payment, title to the equipment is transferred to you and you will own the equipment.

Once the power wheelchair and accessories are purchased, you are responsible for 20 percent of the service charge each time your equipment is actually serviced or repaired and, for non-assigned claims, the balance between the Medicare allowed amount and the supplier's charge.

Option: _____ Rental _____ Purchase

Beneficiary Signature: _____

Date: _____