### The 29th National HIPAA Summit

HYATT REGENCY CRYSTAL CITY, ARLINGTON, VA MARCH 3 - 5, 2020



DAY 3--HIPAA Administrative Transactions: Background and Speaker Introductions

Robert Tennant
HIPAA Summit Co-Chair
Director, HIT Policy
Medical Group Management Association



#### Outline of the Day Three Program

- Overview of the Administrative Simplification Provisions of HIPAA and the ACA
- Focus on Prior Authorization
- Introduction of Today's Speakers
- Speaker Presentations
- Closing Plenary Session with Faculty Q&A
- Live and Internet Audience Q&A



# Admin Simp: A Brief History

- ☐ Dr. Louis Sullivan, WEDI, and Dr. William Braithwaite
- ☐ The Health Insurance Portability and Accountability Act (1996) Title II Sub F
- □ Purpose was to: "<u>improve...the efficiency and</u> <u>effectiveness of the health care system</u> ...
- ☐ By creating standards for:
  - Key administrative transactions and code sets
  - ➤ Identifiers for employers, providers, HPs, and patients
- ☐ Input required from industry stakeholders, standards groups, NCVHS
- ☐ Covered entities: Health Plans, Clearinghouses, Providers (not vendors)

# Admin Simp: A Brief History

- ☐ The Affordable Care Act (2010) sections 1104 and 10109 included additional admin simp provisions with the goal of furthering simplifying the business of health care
- ☐ The ACA required HHS to adopt:
  - Standards for (i) electronic funds transfer (by Jan. 2012),
     (ii) Electronic claims attachments (by Jan. 2014)
  - Operating rules for each of the existing transactions
  - A process to certify health plan compliance with the adopted standards and operating rules (with significant new penalties for non-compliance)
  - And explore standardizing provider enrollment, and other admin simp opportunities



#### HIPAA/ACA Requirements

#### **Completed Requirements**

- National Identifiers for Employers, Providers
- National Code Sets
- Electronic Transactions (270/271-Eligibility, 837-Claim, 276-Claim Status, 278-Referral and Authorization, 835-Remittance, 820-Premium Payment and Advice, 834-Enrollment)
- ePayments Standards (EFT)
- Operating Rules (270/271, 276, EFT/ERA, 278)

#### **Not Yet Completed**

- National Identifiers for Patients (Congressional Hold), Health Plans (Rescinded in 2019)
- Health Plan Certification
- Electronic Attachments
- Electronic Acknowledgements (part of the CORE ORs)
- Additional Operating Rules





#### MGMA Annual Regulatory Relief Survey

#### **TOP 5 REGULATORY BURDENS IN 2019**

Percentage of respondents who reported the issue as VERY or EXTREMELY burdensome	
Prior authorization	83%
Medicare Quality Payment Program (MIPS/APMs)	77%
Audits and appeals	67%
Lack of EHR interoperability	65%
Medicare Advantage chart audits	61%

Source: MGMA Annual Regulatory Burden Survey















**Provider-Payer Collaborative** 2018 Joint PA Statement Health care providers and payers will work together to:

- 1. Reduce the number of health care professionals subject to PA requirements
- 2. Regularly review the services and medications that require PA
- 3. Improve channels of communications between plans, providers, and patients
- 4. Protect continuity of care for patients
- 5. Accelerate industry adoption of national electronic standards for PA

HHS Feb. 21 Report: "Strategy on Reducing Regulatory and Administrative Burden Relating to the Use of Health IT and EHRs"

- Evaluate and address other process and clinical workflow factors contributing to burden associated with PA.
- Support automation of ordering and PA processes for medical services and equipment through adoption of standardized templates, data elements, and <u>real-time</u> standards-based electronic transactions between providers, suppliers and payers.
- Incentivize adoption and/or use of technology which can generate and exchange <u>standardized data supporting</u> <u>documentation</u> needs for ordering and PA processes.
- Work with clinicians, suppliers, payers and other intermediary entities to support pilots for <u>standardized</u> <u>electronic ordering of services/items</u>.
- □ Coordinate efforts to advance <u>new standards approaches</u> supporting PA.

# Prior Authorization: Challenges and Opportunities

- □ PA continues to be a burdensome, manual process
- Low level of automation
- Missing standards (attachments)
- ☐ Huge increase in provider EHR use
- ☐ High priority area for HHS
- Look to the future: point of care standards (HL7 FHIR) hold promise



# Today's Faculty

☐ Alix Goss: Vice President and Senior Consultant, Imprado, Co-Chair, Standards Subcommittee, NCVHS, Co-Chair, ONC HITAC ICAD Task Force □ April Todd: Senior Vice President, CORE and **Explorations for CAQH** ☐ Gail Kocher: Director National Standards, Blue **Cross Blue Shield Association** ☐ Terrence Cunningham: Director, Administrative Simplification Policy, American Hospital Association ☐ Heather McComas: Director, Administrative Simplification Initiatives, American Medical **Association** ☐ John Kelly: Principal Business Advisor, Edifecs, Managing Director, HealthIT LLC ☐ Full Panel Q&A