National HIPAA Audioconference:

Analysis of Proposed
Rules Regarding
Transactions/Code Sets
and the ICD-10

#### **Provider Perspective:**

Anticipated Benefits;
Concerns; Alternative
Approaches; Timeline and
Budgeting for
Implementation









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### Anticipated Benefits

- The beauty of Standards
  - There are so many to pick from! We expect:
    - Reduction in Companion Guides
    - Fewer different interpretations of the instructions
- 5010 Addresses problems, confusion, and conflicts in 4010A1
- Fewer differences should drive the ability to implement with more payers
- More standardization should drive the ability to integrate transactions into your work flow with greater automation
- More automation with more payers = Reduced costs

## Anticipated Benefits

- COB
  - Improved explanation, balancing, crosswalk
  - Expect more payers/providers will implement
  - More COB with standard content = More electronic claims, faster payments
- Clearer definition in the 837 Institutional IG for various Provider Types
  - Easier to understand when "Required" or "Not Used" for Inpatient or Outpatient.
- 4010 Written before NPI rules determined.

# Anticipated Benefits

- Greater adoption of 835
  - Clearer instructions for handling denials
  - Corrections and reversals are cleaner
- More complete and usable data in acknowledgment responses

### Concerns

- Budget:
  - approved, fully staffed, for compact time frame and 2 NPRM's?
- Staggered Implementation or all at once?
- Vendor Readiness? Payer Readiness?
- Overlap with other initiatives?
- Some payers are still not processing claims with changes UB92 > UB04 or even NPI are they able to implement 5010 and ICD-10?
- Will your Trading Partners offer testing? How easy will it be?
- Rollout of ICD-10
  - System changes beyond coding and claim submission
  - Without Crosswalk...
    - ALL payers must accept both or...
    - Providers must code and be able to send one or the other (not likely)
  - Historical data archived in ICD-9!

### More Concerns

- No requirement to acknowledge claims
- No National Payer ID
  - Eligibility
  - Claim
  - Payment
  - COB
  - ID Card
- 5010 Eligibility does not require "accumulators"
- Claim Status Only as good as the coding of status/denial reasons
- EFT still not required

### Approaches to consider:

- Discuss with key Trading Partners some topics include:
  - Timeline Stagger? Payer/Clearing House readiness?
  - Testing plans and capability
  - ICD-9 > ICD-10 transition plans
  - Insist on:
    - Acknowledgment transactions
    - COB capability
    - Plan identification in 835
    - Comprehensive and Quality Coding for 271, 277, and 835 transactions
- Eligibility
  - Encourage payers to adopt accumulators if they provide it via phone, if provided via web site, include it in the 271!!
  - "...I told you: no Websites (wire hangers) EVER?" (Faye Dunaway as Joan Crawford)
    - Let my computer talk to your computer!
- Insist on complete integration (vendor and payer)
  - Acknowledgements
  - Data content for tracking transactions
  - Data/Dollars re-association EFT Content correct
  - Etc.

# Timeline and Budgeting

- Don't count on extension
- Discuss with vendors
  - Start remediation now ensure they're moving forward
  - Qualified staffing on board?
  - Timeline is compact!
- Budget for implementation
  - Software cost?
  - Transaction cost changes?
  - Staffing for testing, validation, education, rollout, etc.
  - Is budget included for 2009, 2010, 2011? 5010 AND ICD-10?
  - ICD-10 is more than a coding change!!
    - ICD 9<sup>th</sup> revision published in 1977!!
      - Reimbursement issues?
      - "Data Warehouse"
      - Interfaces
      - Training
      - etc.
- Test, Test, and ... Test some more!
  - Where are "rub points"
  - Test cases
  - Test Extremes (Zero pays, large dollars, negative amounts, etc.)
- Fasten your seat belts, it's going to be a bumpy night!! (Bette Davis as Margo Channing)

### Thank You!



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