

### ICD-10 Webinar

An Overview of Assessment, Implementation and Training



Presentation to: Providers, Trading Partners/Billing Services

Presented by: Department of Community Health (DCH)



### **Mission**

We will provide Georgians with access to affordable, quality health care through effective planning, purchasing and oversight.

We are dedicated to A Healthy Georgia.

## Agenda

- ICD-10 Facts
- ICD-10 Transition Status (DCH, You)
- Risks of Non-compliance
- Assessment
- Implementation
- Training
- Testing with Georgia Medicaid
- Rewards of Successful Transition
- Today's Net Takeaway
- Helpful Resources



## A quick look at ICD-10 Facts

- Federal Mandate under Health Insurance Portability and Accountability Act (HIPAA) Regulations
  - National impact, mandatory for all HIPAA-covered entities
  - Entities include hospitals, physicians and other practitioners, health insurers, 3<sup>rd</sup> party payers, electronic transmission firms, clearinghouses, hardware/software vendors, billing practice and management firms, health care administrative and oversight agencies, public, and private health care research institutions
  - Compliance date October 1, 2014
  - Compliance with 5010 transaction standards is required as a prerequisite to ICD-10
- New ICD-10-CM and ICD-10-PCS code sets
  - Replaces ICD-9-CM (Volumes 1, 2, and 3)
- ICD-10 has no direct impact on Current Procedural Terminology (CPT) and Healthcare Common Procedure Coding System (HCPCS)



### More Reminders About ICD-10

- For services rendered on or after October 1, 2014
  - All claims must use ICD-10 codes
  - All claims using ICD-9 codes will NOT be accepted
- For services rendered <u>before</u> October 1, 2014
  - All claims must use ICD-9 codes.
- Systems must accommodate BOTH ICD-9 and ICD-10 codes
  - Effective with the October 1, 2014 compliance date
- Significant Code Increase
  - ICD-10-CM codes are increasing from 13,000 to 68,000
  - ICD-10-PCS codes are increasing from 3,000 to 87,000
  - ICD-10 has 155,000+ codes—more than nine times the 17,000 codes in ICD-9



### DCH ICD-10 Transition Status?

- DCH is on track for October 1, 2014
  - Phases of Implementation
    - Awareness, Assessment, Remediation, Testing, Transition
  - Areas of Impact within DCH/Georgia Medicaid
    - Coverage and payment determinations, policies, plan structure
    - Statistical reporting, actuarial projections, fraud and abuse monitoring, quality measurements
    - Georgia Medicaid Management Information System (GAMMIS) remediation



### Are you on track for October 1, 2014?

- We heard from some of you and your peers...
  - Survey of Physicians, Other Providers, Trading Partners
  - About 62% of physician respondents indicated they had <u>not</u> begun the transition to ICD-10
  - Additional 18% of those physicians did <u>not</u> know the transition status... that's roughly 80% of providers who are behind the curve
  - About 83% of all physician practices have <u>not</u> started...don't know where to start, what to do, or are too busy
  - About 30% of physicians surveyed stated that they will be ready to test in the next six to
    12 months
  - More than 70% of physicians surveyed stated they were aware of the NEGATIVE impact caused by not transitioning to ICD-10 (i.e., rejected, denied, suspended claims; delayed cash flows and revenue streams; questionable audit experience with payers)

Sources: MAG plus other Georgia medical associations; DCH WebEx Attendees -- Feb/Mar 2013



### Are you on track for October 1, 2014?

- We heard from some of you and your peers...
  - Survey of Hospitals (small and mid-size)
  - About 42 % of hospitals surveyed have completed an ICD-10 implementation plan
  - About 50% of hospitals surveyed are <u>not</u> on track with CMS's ICD-10 timeline
  - About 20% of hospitals surveyed have <u>not</u> begun education or training for ICD-10
  - About 40% of hospitals surveyed have <u>not</u> begun coding staff training in ICD-10-CM
  - Additional 55% of hospitals surveyed have <u>not</u> started training with ICD-10-PCS
  - About 31% of hospitals also do not plan to dual code before the October 1, 2014, implementation deadline

Source: Becker's Hospital Review, Apr 2013



### Risks – ICD-10 Non-compliance

- Claims rejections, denials, suspensions
- Delays in claims reimbursements slowing revenue, cash flow
- Delays in processing prior authorizations and medical reviews
- Coding backlogs
- Compliance issues
- Patient-care decisions based on inaccurate, incomplete data
- Payer audit problems
- Weakened financial statements for the business/practice



## Your Understanding of ICD-10 is Crucial

### 502 days and counting

- "October 1, 2014, is a long time off. We can be ready!"
- The time is now!
  - Providers: Make sure your Trading Partners or Billing Services are ready.
    - Ask questions and keep asking.
  - Trading Partners/Billing Services: Ask your providers if they are ready.
    - Make your providers aware of your progress.



### Assessment



Conducting a thorough assessment of your office is crucial.

Think about your business. Look closely.



### Trading Partner/Billing Service Assessment

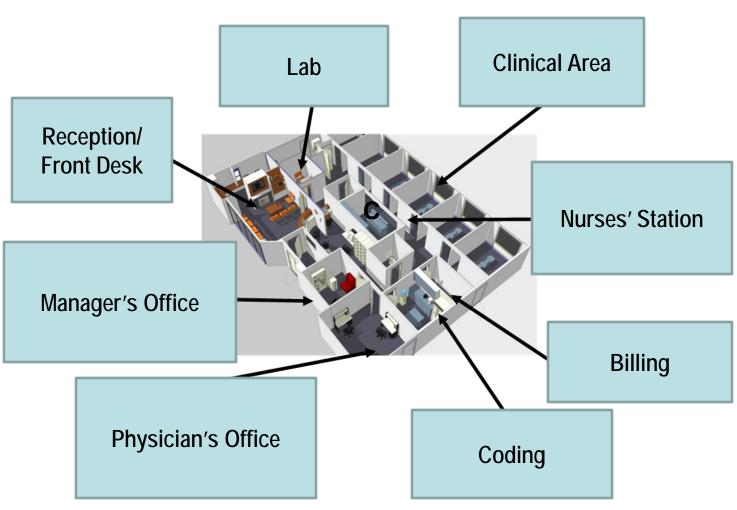


#### Where are you in the assessment phase?

- Are you working with all 155,000+ codes or just some? Which are most important?
- Are you ready to answer your providers' questions about ICD-10?
- Have you estimated/approved your IT system upgrades and costs involved, including all necessary training for your office...and what might be involved at the provider level?
- Have you considered the importance of communications, internal and external?
- Are your billers and coders trained in ICD-10 and the use of its specificity?
- Do they understand the ICD-9 and ICD-10 use of codes based on date of service rendered?
- When will the upgrades to your processes and systems be completed?
- Have you selected beta test sites to confirm readiness?
- When will you be ready for testing with your providers, DCH and other trading partners to ensure reimbursement success?



### **Provider Assessment**





### **Provider Assessment**



#### Where are you in the assessment phase?

- Have you assigned an ICD-10 Project Lead in your practice? ICD-10 Team?
- Have you assessed ICD-10's impact on your entire practice?
- Have you analyzed your office's usage of all billing codes? Are you working with specific codes or all 155,000+?
- Have you analyzed your IT system and software to assess capabilities and changes that are required? (i.e., Practice Management, EHR Systems, Billing, etc.)
- Is there an internal and external communications process in place? (Staff + Trading Partners)
- Have you factored in all hard and soft costs, plus timelines, needed for implementation?
- Are your in-house or external billers and coders trained in ICD-10 and its specificity?
- Do they understand the ICD-9 and ICD-10 codes are date of service-based?
- When will the upgrades to your processes and systems be completed?
- Have you selected beta test sites to confirm readiness?
- When will you be ready for testing with your trading partners and DCH to ensure reimbursement success?



## **Implementation**



Implementation doesn't have to be overwhelming.

Your collective efforts will achieve the desired results.



### Trading Partner/Billing Service Implementation



### Where are you in the implementation phase?

– Have you developed an Implementation Plan?

#### Does it include...

- Learning from your Assessment Phase?
- Budgets for resources, system upgrades and training?
- Communications strategies and tools?
- Business Process changes?
- System changes?
- Confirmation that your systems are already using 5010 transaction standards as a prerequisite for ICD-10? Your clients, too?
- Confirmation that your systems will accommodate ICD-9 and ICD-10 code sets simultaneously?
- Training and "Train the Trainer" needs?
- Testing and Transitioning needs?
- Timelines for each of the above?



## **Provider Implementation Phases**

**ICD-10 Planning** 

ICD-10 Communication & Awareness

**ICD-10 Assessment** 

**ICD-10 Operational Implementation** 

**ICD-10 Testing** 

**ICD-10 Transition** 





#### **Planning Phase**

- Establish Project Management Structure/Governance
  - Assign ICD-10 Project Lead and Team
  - Define key roles, responsibilities
  - Develop the ICD-10 Project Plan (Business Processes, Systems, Budgets, Training, Testing, Timelines)
- Create a Communications Plan
  - Identify external partners, payers, messages and outreach tools
  - Identify internal messages and outreach tools for staff
- Establish Risk Management Plan
  - Identify and categorize risks of potential impact to implementation and business
  - Develop timely mitigation strategies





#### **Communications & Awareness Phase**

- Implement and monitor the Communications Plan
  - Inform internal staff using ongoing communications and reminders
  - Execute and maintain external communications with trading partners, payers
  - Communicate accomplishments and setbacks related to ICD-10
  - Communicate needs, milestones of ICD-10 transition
- Develop and begin implementing the Training Plan
  - Live classroom or one-on-one; online, on-demand
  - Toolkits and other electronic resources from CMS, medical trade associations and vendors
- Meet with Staff to further define ICD-10 impact and responsibilities
  - What impact will ICD-10 have on your day-to-day roles?
  - Will your current processing systems require an upgrade?





#### Assessment Phase \*

- Assess ICD-10's impact on your policies, processes, and business overall
- Assess ICD-10's impact on your technology systems and software
- Assess ICD-10's impact on your vendor and payer contracts



<sup>\*</sup>Presented in-depth by DCH in a webinar on March 26, 2013 Presentation available at http://dch.georgia.gov/it-events



#### **Operational Implementation Phase\*\***

- Identify system migration strategies
- Implement business and technology modifications
- Prepare and deliver training

#### Testing Phase\*\*

- Complete Level I...Internal testing
- Complete Level II...External Testing

\*\*More to come on these topics in subsequent DCH Webinars





#### Transition Phase\*\*

- Prepare and establish the production and go-live environments
- Deliver on- going support

\*\*More to come on this topic in subsequent DCH Webinars





Everyone in your practice will need to be trained.

Their role and responsibility will determine the level of training needed.





### **Physicians**

- Number of Codes increasing dramatically
- ICD-10-CM = about 68,000 codes
- ICD-10-PCS = about 87,000 codes
- ICD-10 is more robust, descriptive, expandable
  - Requires detailed specificity
  - More detailed, better information for better care management
  - More accurate claims and faster payments from private and public payers
- Specificity in your documentation is key
- Superbills will need to be updated, expanded
- Individual, group, live, online training; internal and external resources





### **Training Your Staff**

- Consider cost and resources
  - Who needs to be trained, and why?
  - What happens if person X is not trained?
  - Which learning and training environments are available and best for your staff members?
  - Will you have your staff just complete online training and will that be enough?
  - Will you have someone in-house get the training and come back and train your staff?
  - Will you bring the experts into your practice to train your office staff?





#### Nurses, Medical Assistants, Medical Technicians

- Are crucial to documenting ICD-10 diagnosis codes.
- Must be trained in ICD-10 clinical documentation requirements for your coders to prevent delays and denials of your claims.
- Must be trained on the greater level of specificity that ICD-10 has for problems, assessment and treatment of patients.

#### **Coders and Billers**

- Can turn your cash flow on or off.
- May or may not need to be certified in ICD-10...important consideration for key people.
- May benefit from coding associations' free or nominal-cost training, oneon-one or in groups.





### Management, Front Desk Staff

- Integral members of your staff should be trained.
- The more they know, the easier and better the transition.
- Business changes mean forms will change.
- New process and procedures will be needed.





#### Lab Personnel

- Providers will need documentation with greater specificity to fulfill/process lab orders.
- Health Plans will have new requirements for ordering and reporting services.



## **Training Resources**

















## DCH & ICD-10 Testing

- Will you be ready to test with Georgia Medicaid?
  - Trading Partners and Billing Services
    - 4<sup>th</sup> Ouarter 2013
  - Providers
    - 1st Ouarter 2014
  - To become a Beta Test Site, e-mail your interest to icd10project@dch.qa.qov



### Rewards - Successful ICD-10 Transition

- Increasing efficiency in the administrative, billing and reimbursement process
  - Reduces denied, rejected or suspended claims
  - Speeds revenue streams, improves cash flow
  - Reduces the need for attachments to explain the patient's condition
- Improving patient care management
  - Boosts identification of specific health conditions, diagnoses, procedures
  - Improves quality assurance of clinical and administrative processes
- Increasing health care IT system investment performance/ROI
  - Enhances Electronic Health Records and Health Information Network exchange value
- Contributing to enhanced performance monitoring and research
  - Increases capacity to report quality measures
- Reducing coding errors thanks to increased specificity of new codes
  - Processes fewer improper reimbursement claims
- Preventing and detecting health care fraud and abuse



## **Net Takeaway for Today**

- Know the facts about ICD-10
- Determine your ICD-10 transition status
- Understand the risks of non-compliance
- Conduct your assessment
- Develop your implementation plan
- Train your staff
- Test with DCH

Enjoy the Rewards of a Successful Transition



### **ICD-10 Resources**

- Centers for Medicare & Medicaid Services (CMS)
  CMS Overview
  - http://www.medicaid.gov/Medicaid-CHIP-Program-Information/By-Topics/Data-and-Systems/ICD-Coding/ICD-10-Final-Regulation-and-Training.html
  - CMS ICD-10 Implementation Planning Guides/Checklist <a href="http://www.cms.gov/Medicare/Coding/ICD10/ProviderResources.html">http://www.cms.gov/Medicare/Coding/ICD10/ProviderResources.html</a>
  - HHS, CMS ICD-10 Final Rule <a href="http://edocket.access.gpo.gov/2009/pdf/E9-743.pdf">http://edocket.access.gpo.gov/2009/pdf/E9-743.pdf</a>
  - CMS Overview <a href="http://www.cms.gov/MedicaidInfoTechArch/">http://www.cms.gov/MedicaidInfoTechArch/</a> <a href="http://www.cms.gov/MedicaidInfoTechArch/">07\_ICD-10TrainingSegments.asp</a>
  - CMS, HHS Complete list of code sets for ICD-10-CM and ICD-10-PCS; Final Rule and Official ICD-10-CM Guidelines <a href="https://www.cms.hhs.gov/ICD10">www.cms.hhs.gov/ICD10</a>
- World Health Organization (WHO) ICD-10 Page
  - http://www.who.int/classifications/icd/en/



### More ICD-10 Resources

- DCH Resources
  - DCH ICD-10 FAQs & Fact Sheet <a href="http://dch.georgia.gov/icd-10">http://dch.georgia.gov/icd-10</a>
  - DCH Provider Resources
    <a href="http://dch.georgia.gov/providers">http://dch.georgia.gov/providers</a>
- HP Enterprise Services Statewide Workshops
  - Check Georgia <a href="http://mmis.georgia.gov">http://mmis.georgia.gov</a> for future ICD-10 workshops



### Thank You!

- Thank you for your participation
- Join us as an ICD-10 Beta Test Site, e-mail us at;
  - icd10project@dch.ga.gov
- Join our mailing list <u>AskDCH@dch.ga.gov</u> for ICD-10 events and updates
- We welcome your comments on webinars and other outreach. Please address comments to:
  - icd10project@dch.ga.gov



### **Questions & Comments**

### What about...



