

California Health Information Association 2009 State Convention and Exhibit

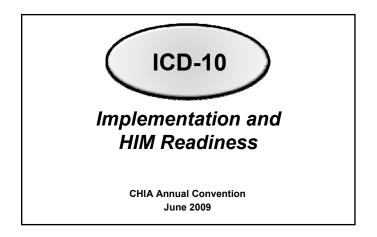
ICD-10: Implementation and H.I.M. Readiness

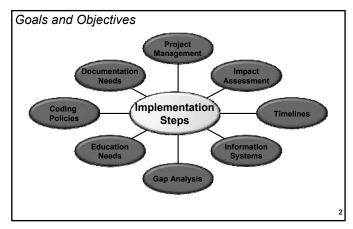
Speakers Ginger Cox, RHIT, CCS

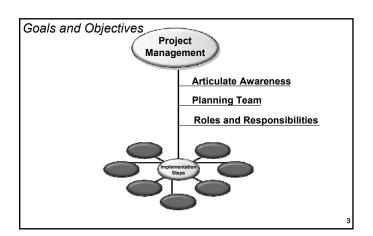
Gloryanne Bryant, RHIA, CCS Kathy Myrick, RHIT, CCS

Sponsor Health Information Partners, Inc.

Wednesday, June 17, 2009 1:00 p.m. to 2:00 p.m. Red Path Desert Vista Ballroom A







HIM Project Management

- · Team ... key stakeholders
- Goals and planning
- · Tasks/functions
- Responsibility
- · Timeline and dates
- Budget
- · Implementation and Go-live

Project details:
List the project tasks and activities
Documents/Tools
Communication plan

Project Planning: [Activities may occur in a different order. Note a tentative date each item to be completed]

Project costs have been estimated
The relative cost/benefit ratio has been assessed
Project team has been formed
Project team has been provided with all known information
Project team has planned the project details as outlined below
Several steps to this element
Project work has started
Many steps to this element
Initial project work completed and reviewed
Middle phase of project work completed and reviewed/assessed
Final report completed and delivered
Assessment after go-live
Recap project and new issues resolution

Ongoing follow-up

Form Your I-10 Team/Committee "Team"

- · Who's included and what are their roles?
 - IT and 5010
 - Data analysts
 - Health information management and Coding
 - Patient financial services billing
 - Finance
 - Payer relations/Contracting
 - Physician Representation
 - Other clinicians

Organization Awareness

- Sharing information
 - ICD-10 Overview (simple facts)
- "Task Force or Implementation Team"
 - Subgroups
- · Encourage involvement
 - Multidisciplinary
- Communication
 - Memo's, emails, ppt's, conference calls, etc.

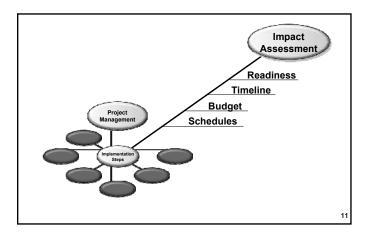
Communication

- · Critical component to project management
- Getting the message out to the key stakeholders AND others
- · Consistent communication
- Familiar style and sender can strengthen the message
- · Serve as an educational tool and to reinforce

8

Share the ICD-10-CM Facts								
ICD-9-CM Diagnosis Codes ICD-10-CM Diagnosis Codes								
3-5 characters in length	3-7 characters in length							
14,025 codes	68,069 available codes							
First digit may be alpha (E or V) or numeric; Digits 2-5 are numeric	Digit 1 is alpha; Digits 2 and 3 are numeric; Digits 4-7 are alpha or numeric							
Limited space for adding new code	Flexible for adding new codes							
Lacks detail	Very specific							
Lacks laterality	Has laterality (Right and Left)							
Difficult to analyze data due to non-specific codes	Specificity improves coding accuracy and richness of data for analysis							
Codes are non-specific and do not adequately define diagnoses needed for medical research	Detail improves the accuracy of data used for medical research							
Does not support interoperability because it is not used by other countries	Supports interoperability and the exchange of health data between other countries and the U.S							

ICD-9-CM Procedure Codes	ICD-10-PCS Procedure Codes				
3-4 numbers in length	7 alpha-numeric characters in length, no decimals				
3,824 codes	72,589 available codes				
Based upon outdated technology	Reflects current usage of medical terminology and devices				
Limited space for adding new codes	Flexible for adding new codes				
Lacks detail	Very specific				
Lacks laterality	Has laterality (Right and Left)				
Generic terms for body parts	Detailed descriptions for body parts				
Lacks description of methodology and approach for procedures	Provides detailed descriptions of methodology and approach for procedures				
Limits DRG assignment	Allows DRG definitions to better recognize new technologies and device				
Lacks precision to adequately define procedures	Precisely defines procedures with detail regarding body part, approach, any device used, and qualifying information				



Assessment – HIM Systems

- Readiness assessment
- Make a list of all the HIM systems which ICD-9-CM touches
- Identify data flow
- IT leadership needed
- Inventory—assessment
 - Tool (IT developed)
- Hardware and software changes
- Data conversion
- · System readiness
- Testing and pilot
 - Retesting
 - Problem solving
- Training

ICD-10 IT Systems

- Coding and Encoding software Case Management and UR
- · Medical record abstracting
- · Case mix systems
- · Billing systems
- · Registration and scheduling systems
- · Accounting systems
- · Decision support systems
- · Clinical systems
- · Utilization management
- Contracting

- Credentialing software and Provider profiling systems
- Clinical protocols
- Test ordering systems (CPOE)
- · Clinical reminder systems
- Performance measurement systems
- · Medical necessity software
- · Disease management systems
- · Aggregate data reporting
- · Quality and Risk software

HIM Vendors

- Survey current vendors
- Assessment and readiness tool
 - Work with IT leadership
- Readiness
 - Testing their system with ICD-10 codes
 - Revisions and corrections prior to Go-live

HIM Staff Readiness

- · All HIM Staff need to be aware of the ICD-10 change
- Coding staff primary impact
 - Abstracting = vendor involvement and readiness
 - · Data collection
 - Coding encoder = vendor
 - · Education and training
 - Reporting and data mining

- · Start with "awareness" education
 - High level overview of ICD-10 and the implementation plan Decrease anxiety
- New ICD-10 Coding Guidelines
 - Review carefully
 - Introduce to coding staff
- Train the trainer nationally and in each state
 - Budget \$

Budget \$ \$ \$



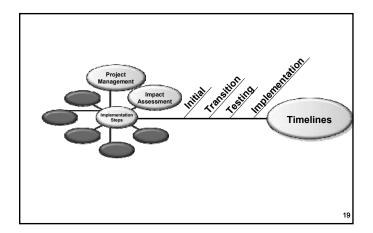
- •How much will it cost?
- How to spread out the cost
 - Department and areas
- •IT assessment internal (hourly \$?)
 - -IT assessment with external user, payers, etc.
 - -IT programming
 - -IT testing
- •Education & Awareness costs
- Impact to Productivity
- Impact to AR and DNFB

1st- Year	2 nd Year	3rd Year	4th Year (GO-LIVE)	5th Year
2009 to 10/2010	10/2010 to 10/2011	10/2011 to 10/2012	10/2012 to 10/2013	10/2013-10/2014
Communication across system	Int. Training – Coders "awareness"	Education Coders (Anatomy and Disease Process, etc.)	Increased Education and Training Test knowledge	Follow-up Education and Training Assess HIM
Form ICD-10 (and 5010) Steering Committee and subgroups	Begin Hospital and Organizational Impact Analysis Consulting (?)	Consulting (?)	IT and HIM System Testing and GO-LIVE	Follow-up IT System corrections and changes - IT Assessment
Begin IT Assessment – tools for Programming, Upgrades, Servers, etc	IT Programming Changes	Testing IT Programming Changes	Practice and Test Coding and GO-LIVE	IT Assessments and Audits Assess Other Depts.
System inventory – develop tool and begin process	HIM Assessment and HIM Systems	HIM Systems preparedness	Test systems, grouper, etc. Impact to AR and Productivity	HIM Assessments and Audits Impact to Productivity
Est. Costs - Budget	Budgeting	Budgeting	Budgeting External Users Readiness	Resolve Issues with External Users
Project Management – Establish Key Leadership	Project Management and Status Reports	Payer Assessments – to accept ICD-10	Payer Readiness - testing	Project Management and Status Reports
5%	15%	20%	50%	10% (+inflation) 17

Budgeting and Estimating Costs -Physician Setting

	Typical Small Practice	Typical Medium Practice	Typical Large Practice
Education	\$2,405	\$4,745	\$46,280
Process Analysis	\$6,900	\$12,000	\$48,000
Changes to Superbills	\$2,985	\$9,950	\$99,500
IT Costs	\$7,500	\$15,000	\$100,000
Increased Documentation Costs	\$44,000	\$178,500	\$1,785,000
Cash Flow Disruption	\$19,500	\$65,000	\$650,000
TOTAL	\$83,290	\$285,195	\$2,728,780

(Source: Nachimson Advisors, LLC, 10/08)



Readiness and HIM Timeline

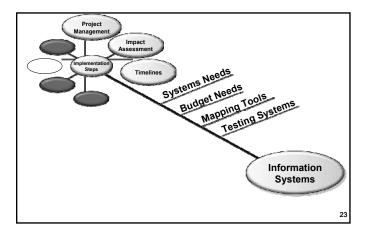
- · Develop initially
- Year to year, month to month
 - Stages
 - Responsibilities
- · List activities
- · Revise and update



20

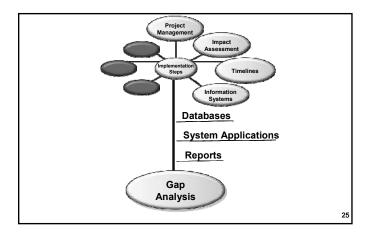
ICD-10 Coding HIM Prepare....8 Weeks Prior to Go-Live

- Weekly ICD-10 Coding information
- Code 20-25 records using ICD-10, bring issues to your coding HIM leadership
- Testing coding systems and accuracy



What are the First Steps?

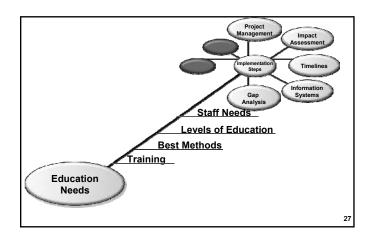
- · HIM can educate IS staff on the code sets
 - xxxxxxx (7 digit inpatient procedure code, no decimal)
 - xxx.xxxx (8 digit diagnosis code, with decimal)
 - Compliance date: 10/1/2013
- IS Evaluations
 - Inventory all databases and applications
 - Identify all systems changes that will need to be made
- · IS and all Departments
 - Determine which reports will require redesign



What are Some Other Gaps?

- How long will both code sets need to be supported?
- Will any hardware or software need to be replaced or upgraded?
- · Will vendors be ready with I-10 capability?
- Do you need to customize crosswalks, using GEMS tools?
- What are other high priority IS projects? EHR? Version 5010? Other must-do's?

26



Who Needs Education ?

- Survey staff regarding their involvement in and the depth of understanding of the current code data set and how this impacts their daily contributions to quality assessments and the revenue cycle.
- Successful ICD10 code assignment requires a stronger background in anatomy, physiology, pathophysiology and procedural knowledge.

28

Levels of Education Required

- For the staff that is directly responsible for actual code assignment and verification for compliance
- For administration, finance, utilization, quality
 higher overview understanding
- For information systems / EHR ensure that all the interfaces recognize and accept new codes

Where to Obtain Education

- · Books and references
- · Formal classroom face-to-face
- Self-directed learning
- Seminars and workshops
- Cooperating Parties
- · Practical coding of facility records

30

Academic Timeline for ICD-10 Code Sets

- 2010
 - January
 - · Evaluate readiness of faculty to teach code set
 - · Budget additional dollars for training
 - August
 - Expand curriculum content on courses affected by code set changes.

31

Academic Timeline for ICD-10 Code Sets

- 2011
 - Apri
 - Review and select new textbooks for the fall 2011 term.
 - Julv
 - Last chance to train coding faculty before shift in curriculum.
 - August
 - Associate and baccalaureate: First-year coding courses present both ICD-9 and ICD-10-CM/PCS to prepare students to convert completely to ICD-10-CM/PCS in second-year coding courses.

32

Academic Timeline for ICD-10 Code Sets

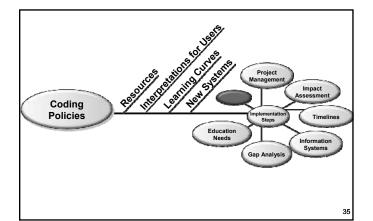
- 2012
 - August
 - Coding certificate programs (one year or less): complete conversion to ICD-10-CM/PCS in all coding courses.
 - Associate and baccalaureate: complete conversion in second-year coding courses.

33

Academic Timeline for ICD-10 Code Sets

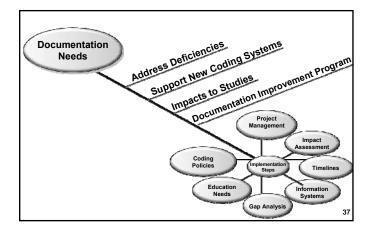
- 2013
 - May
 - First group of HIM students graduate with full training in ICD-10-CM/PCS.
 - June-September
 - Students sit for CCA, CCS, RHIT, RHIA credential exams under ICD-10-CM/PCS (anticipated).
 - October
 - Coding conversion complete: ICD-10-CM/PCS is the principal coding scheme in the US.

34



Coding Policies and Procedures

- Assess impact of changes with the new coding systems
- Coding guidelines
- · Accuracy and compliance
- Productivity



Documentation Requirements

 Assessment of documentation needs and implement a documentation improvement program to address deficiencies identified in review and to support a new coding system.

38

Action and Next Steps

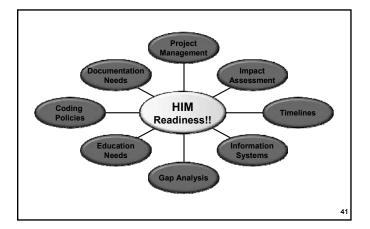
- Respond with comments to CMS and NCHS regarding:
 - What timeline for "freezing" ICD9 and ICD10 code sets do you recommend?
 - How do you want the ICD10 code set's addenda (adds, revision, deletions) to look in the future?
 - What ICD-10-CM and PCS code display format in the MS-DRG Definition Manual would you like to see?
- Send electronic comments to Pat Brooks and Donna Pickett (see Resources)

39

What If We Wait?

- · Will there be claims rejections or delays?
- Will there be decisions based on existing coded data?
- · Will coders be ready to code with confidence?
- · Will there be compliance issues?

4



Thank You

- Gloryanne Bryant, BS, RHIA, RHIT, CCS
 - Sponsored by Health Information Partners (HIP)
 - Senior Director Coding HIM Compliance
 - Catholic Healthcare West (CHW)
 - gbryant@chw.edu
- Ginger Cox, RHIT, CCS
 - Data Standards Coordinator
 - OSHPD Data Management Office
- gcox@oshpd.state.ca.us Kathy Myrick, RHIT, CCS
 - Senior Business Analyst, HIM
 - QuadraMed Corporation
 - kmyrick@quadramed.com
 - Coding Instructor
 - San Diego Mesa Community College

.

Share the ICD-10-CM Facts

ICD-9-CM Diagnosis Codes	ICD-10-CM Diagnosis Codes
3-5 characters in length	3-7 characters in length
14,025 codes	68,069 available codes
First digit may be alpha (E or V) or numeric; Digits 2-5 are numeric	Digit 1 is alpha; Digits 2 and 3 are numeric; Digits 4-7 are alpha or numeric
Limited space for adding new code	Flexible for adding new codes
Lacks detail	Very specific
Lacks laterality	Has laterality (Right and Left)
Difficult to analyze data due to non-specific codes	Specificity improves coding accuracy and richness of data for analysis
Codes are non-specific and do not adequately define diagnoses needed for medical research	Detail improves the accuracy of data used for medical research
Does not support interoperability because it is not used by other countries	Supports interoperability and the exchange of health data between other countries and the U.S
	0

Share the ICD-10-PCS Facts

ICD-9-CM Procedure Codes	ICD-10-PCS Procedure Codes
3-4 numbers in length	7 alpha-numeric characters in length, no decimals
3,824 codes	72,589 available codes
Based upon outdated technology	Reflects current usage of medical terminology and devices
Limited space for adding new codes	Flexible for adding new codes
Lacks detail	Very specific
Lacks laterality	Has laterality (Right and Left)
Generic terms for body parts	Detailed descriptions for body parts
Lacks description of methodology and approach for procedures	Provides detailed descriptions of methodology and approach for procedures
Limits DRG assignment	Allows DRG definitions to better recognize new technologies and device
Lacks precision to adequately define procedures	Precisely defines procedures with detail regarding body part, approach, any device used, and qualifying information

This will NOT replace CPT unless HIPAA is revised/changed.

1st- Year	2 nd Year	3 rd Year	4 th Year (GO-LIVE)	5 th Year
2009 to 10/2010	10/2010 to 10/2011	10/2011 to 10/2012	10/2012 to 10/2013	10/2013-10/2014
Communication across system	Int. Training – Coders "awareness"	Education Coders (Anatomy and Disease Process, etc.)	Increased Education and Training Test knowledge	Follow-up Education and Training Assess HIM
Form ICD-10 (and 5010) Steering Committee and subgroups	Begin Hospital and Organizational Impact Analysis Consulting (?)	Consulting (?)	IT and HIM System Testing and GO-LIVE	Follow-up IT System corrections and changes - IT Assessment
Begin IT Assessment – tools for Programming, Upgrades, Servers, etc	IT Programming Changes	Testing IT Programming Changes	Practice and Test Coding and GO-LIVE	IT Assessments and Audits Assess Other Depts.
System inventory – develop tool and begin process	HIM Assessment and HIM Systems	HIM Systems preparedness	Test systems, grouper, etc. Impact to AR and Productivity	HIM Assessments and Audits Impact to Productivity
Est. Costs - Budget	Budgeting	Budgeting	Budgeting External Users Readiness	Resolve Issues with External Users
Project Management – Establish Key Leadership	Project Management and Status Reports	Payer Assessments – to accept ICD-10	Payer Readiness - testing	Project Management and Status Reports
5%	15%	20%	50%	10% (+inflation) 17

Budgeting and Estimating Costs – Physician Setting

	Typical Small Practice	Typical Medium Practice	Typical Large Practice
Education	\$2,405	\$4,745	\$46,280
Process Analysis	\$6,900	\$12,000	\$48,000
Changes to Superbills	\$2,985	\$9,950	\$99,500
IT Costs	\$7,500	\$15,000	\$100,000
Increased Documentation Costs	\$44,000	\$178,500	\$1,785,000
Cash Flow Disruption	\$19,500	\$65,000	\$650,000
TOTAL	\$83,290	\$285,195	\$2,728,780

(Source: Nachimson Advisors, LLC, 10/08)

			Trai	nsit	ion	Te	stin	a I	mpler	neni	tatio	n	
_													
1	A ICD-10 & 5	B B	С	D	Е	F	G	Н	l I	J	K	L	М
2		January	February	March	April	May	June	July	August	September	October	November	December
4 5	ICD-10				Newsletter				Newsletter				Newsletter
6 7	5010	January	February	March	April	May	June	July	August	September	October	November	December
8	ICD-10				Newsletter				Newsletter				Newsletter
10 11		January	February	March	April	May	June	July	August	September	October	November	December
14	5010 ICD-10				Newsletter				Newsletter			Newsletter	
15 16		January	February	March	April	May	June	July	August	September	October	November	December
17 18	ICD-10	GOLIVE			Newsletter				Newsletter		CODE DUAL		Newsletter
19 20 21	2013	January	February	March	April	May	June	July	August 8 Weeks Tips 8 Weeks Case e:	September	October	November	December
22	ICD-10				Education Newsletter	Educatio	n Educatio	Education		valiibies.	GO LIVE		Newsletter
25	2014	January	February	March	April	May	June	July	August	September	October	November	December
26 27 28	ICD-10				Newsletter				Newsletter				Newsletter
29 30 31	2015	January	February	March	April	May	June	July	August	September	October	November	December
	ICD-10				Newsletter				Newsletter				Newsletter
					Prep	are	for	Po	st Go	-Liv	e		22