

## Content:

- Definition of Medical Coding
- Statistical Facts
- Historical Incentive Programs
- Value-Based Healthcare
- Medical Coding
  - ICD-10 Coding
  - CPT Coding

## What is Medical Coding?

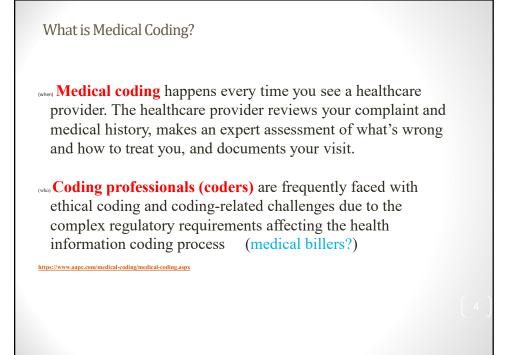
(vhat) Medical Coding is recognized as one of the core health information management (HIM) functions within healthcare. Medical coding is the translation of the provider's documentation of healthcare <u>diagnosis</u>, <u>procedures</u>, <u>medical services</u>, and <u>equipment</u> into a <u>universal medical alphanumeric code</u>.

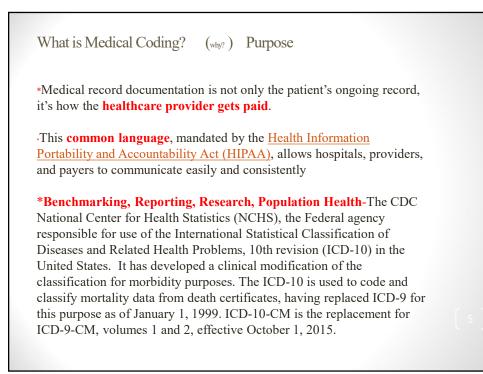
(U07.1, I10, E11.9, R51)

(where) The (1)diagnoses and (2)procedure codes are taken from **medical record documentation**, such as transcription of physician's notes, laboratory and radiologic results, etc.

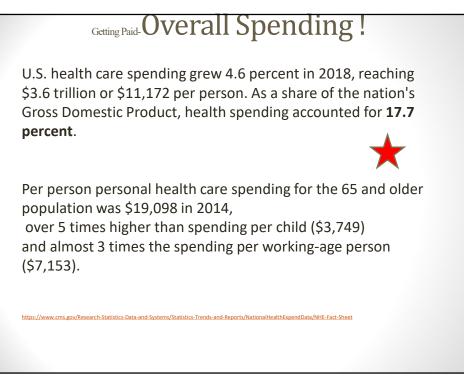
(paper MR, EHR, PHR, EMR)

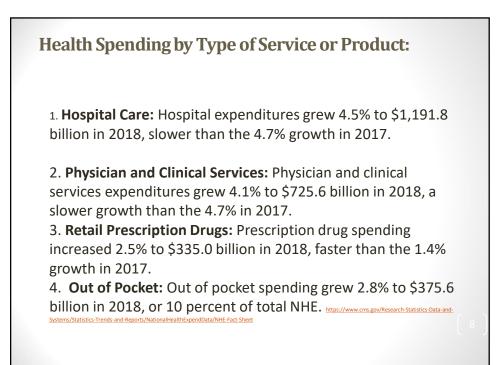
3

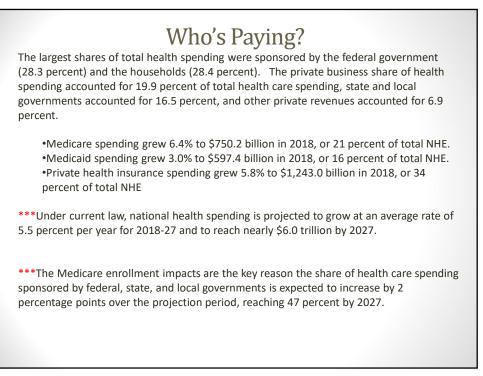


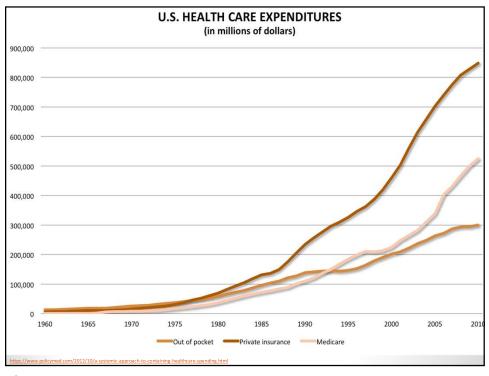






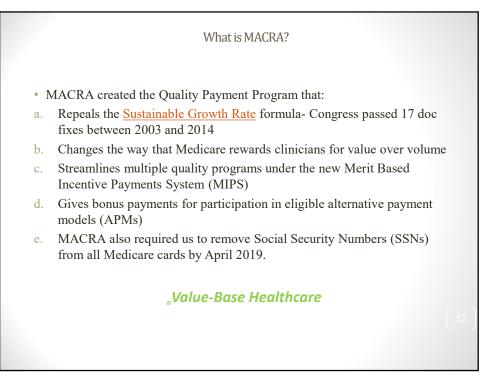


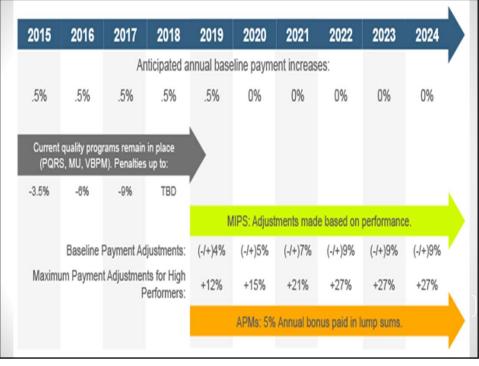


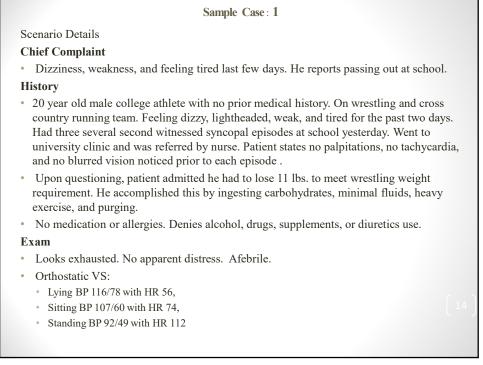


### ↓↓Payment Incentive Programs

- 1. Reimbursement to healthcare providers for services has evolved. Many of the initial changes were triggered by **HIPAA** legislation. (*The Health Insurance Portability And Accountability Act (HIPAA) was signed into law in the year 1996.*) *HIPAA Title II aims to direct the United States Department Of Human Services and Health in order to standardize the processing of electronic healthcare transactions nation-wide.*
- 2. **Meaningful Use program** as part of the 2009 Health Information Technology for Economic and Clinical Health (HITECH) Act. to encourage health care providers to show "meaningful use" of a certified Electronic Health Record (EHR) (2009)
- 3. The Physician Quality Reporting System (**PQRS**) is a **health care** quality improvement incentive program. (2010) CMS can determine efficiency (or lack thereof) in terms of procedures provided vs. improvement in health.
- 4. The Medicare Access and CHIP Reauthorization Act of 2015 (MACRA) is a bipartisan legislation signed into law on April 16, 2015.



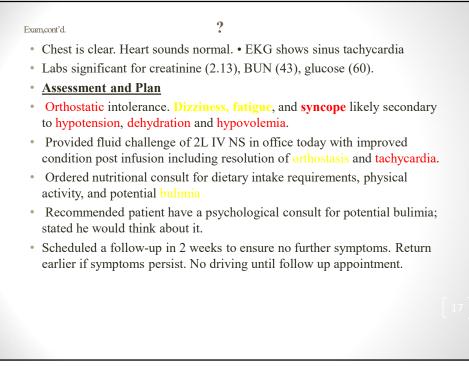


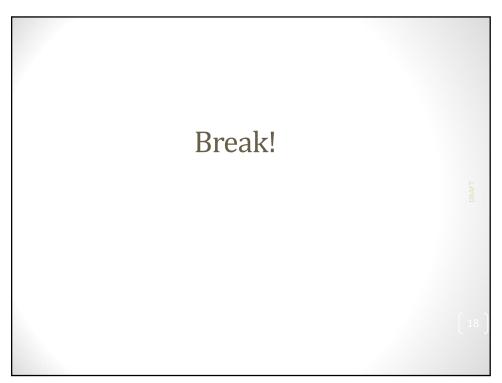


Exam,cont'd.

- Chest is clear. Heart sounds normal. EKG shows sinus tachycardia
- Labs significant for creatinine (2.13), BUN (43), glucose (60).
- Assessment and Plan
- Orthostatic intolerance. Dizziness, fatigue, and syncope likely secondary to hypotension, dehydration and hypovolemia.
- Provided fluid challenge of 2L IV NS in office today with improved condition post infusion including resolution of orthostasis and tachycardia.
- Ordered nutritional consult for dietary intake requirements, physical activity, and potential bulimia
- Recommended patient have a psychological consult for potential bulimia; stated he would think about it.
- Scheduled a follow-up in 2 weeks to ensure no further symptoms. Return earlier if symptoms persist. No driving until follow up appointment.

IC	CD-10-CM Diagnosis Codes	
R55	Syncope and collapse	
<b>R00.0</b>	Tachycardia, unspecified	
I95.1	<b>Orthostatic hypotension</b>	
E86.0	Dehydration	
E86.1	Hypovolemia	





## So....What is Medical Coding?

- ICD-10 codes are alphanumeric codes used by doctors, health insurance companies, and public health agencies across the world to represent diagnoses. Every disease, disorder, injury, infection, and symptom has its own ICD-10 code. ICD-10 codes are used for everything from processing health insurance claims to **tracking disease epidemics and compiling worldwide mortality statistics.**
- **ICD-10** stands for *International Statistical Classification of Diseases* and Related Health Problems 10<sup>th</sup> Revision. (shorten to *International Classification of Diseases* or ICD.
- It's published, copyrighted, and updated regularly by the World Health Organization (WHO). In June 2018, WHO released ICD-11. It will likely go into effect in 2022.

19

19

• With the permission of the WHO, the NCHS has developed a modification of ICD-10 used only in the United States.

•This U.S. ICD-10 modification is called ICD-10-CM, with the CM part standing for *clinical modification*.

•In addition to ICD-10-CM used to designate diagnoses, the Centers for Medicare & Medicaid Services developed ICD-10-PCS, a set of codes designating procedures used on hospitalized patients.

•ICD-10-PCS is only used in the United States and only used for hospitalized inpatients.

•Procedures performed on outpatients in the U.S. are coded using CPT or HCPCS codes rather than ICD-10-PCS codes.

<sup>•</sup>The most commonly used version of ICD codes in the United States right now is ICD-10, the tenth revision.

<sup>•</sup>CDC's -The National Center for Health Statistics is responsible for ICD-10 use in the United States.

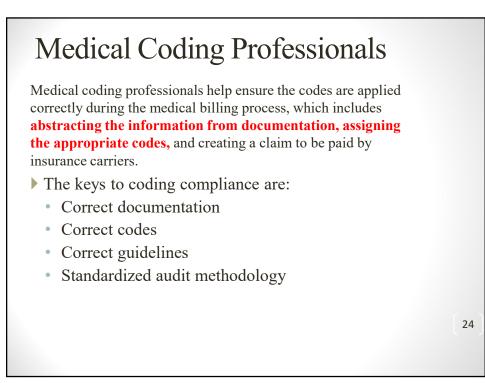
# **1.** Validates medical <u>necessity of services</u> based on diagnosis *Identifies why patients are being seen Identifies and quantifies the services you have provided* **2.** Permits retrieval of information for users **6.** Administrative and funding decisions **6.** HEDIS reporting-The Healthcare Effectiveness Data and Information Set (HEDIS) is a tool used by more than 90 percent of America's health plans to measure performance . **3.** Key to Population Health - identify trends - Hierarchical condition category relies on ICD-10 coding to assign risk scores to patients.



# Who is responsible for coding physician services? The medical provider or the coder?

- Legally, when a physician, physician assistant (PA) or nurse practitioner (NP) enroll in a Medicare, Medicaid or commercial insurance, the practitioner signs an agreement attesting that accurate claims will be submitted. The practitioner is responsible for claims submitted under his/her NPI.
- CMS's E/M guide says:

"When billing for a patient's visit, select codes that best represent the services furnished during the visit. A billing specialist or alternate source may review the provider's documented services before submitting the claim to a payer. These reviewers may help select codes that best reflect the provider's furnished services.



## Medical coding-Compliance

# $\star$

The National Health Care Anti-Fraud Association (NHCAA) estimates that the financial losses due to health care fraud are in the tens of billions of dollars each year. A conservative estimate is 3% of total health care expenditures, while some government and law enforcement agencies place the loss as high as 10% of our annual health outlay, which could mean more than \$300 billion.

25

25

## Medical coding

There are six official HIPAA-mandated code sets serving different needs.

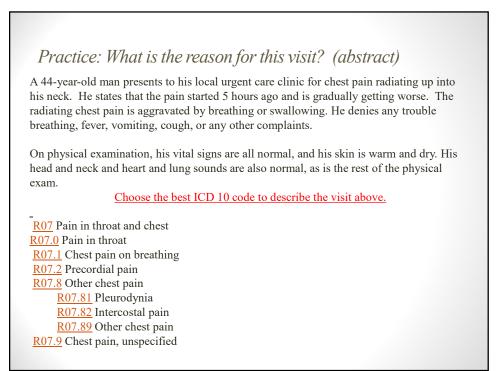
- ICD-10-CM (International Classification of Diseases, 10th Edition, Clinically Modified)
- <u>CPT<sup>®</sup> (Current Procedure Terminology)</u>
- ICD-10-PCS (International Classification of Diseases, 10th Edition, Procedural Coding System)
- HCPCS Level II (Health Care Procedural Coding System, Level II)
- <u>CDT<sup>®</sup> (Code on Dental Procedures and Nomenclature)</u>
- NDC (National Drug Codes)
- Modifiers
- MS-DRG and APC
- MS-DRG (Medical Severity Diagnosis Related Groups)
- APC (Ambulatory Payment Categories)

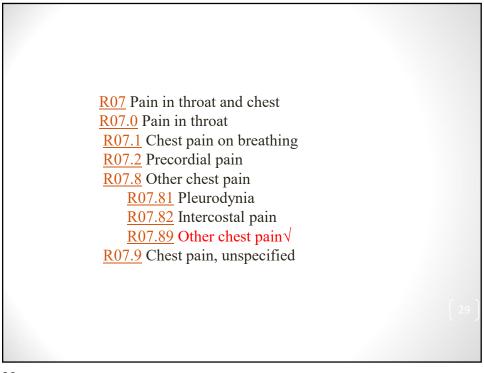
## **DIAGNOSIS** Codes

ICD-10-CM

The most important benefit to and for the patient...data analysis of the specific ICD10 codes provides not only data about physician, tech, but data about patient conditions/comorbidities – it helps define clinical treatment patterns and practices; that, combined with additional <u>analytics</u>, relates to <u>outcomes</u>.

27





#### The following case -2 highlights the increased specificity required to code for ICD-10-CM:

**S:** Mrs. Finley presents today after having a new cabinet fall on her last week, suffering a concussion, as well as some cervicalgia. She was cooking dinner at the home she shares with her husband. She did not seek treatment at that time. She states that the people that put in the cabinet in her kitchen missed the stud by about two inches. Her husband, who was home with her at the time told her she was "out cold" for about two minutes. The patient continues to have cephalgias since it happened, primarily occipital, extending up into the bilateral occipital and parietal regions. The headaches come on suddenly, last for long periods of time, and occur every day. They are not relieved by Advil. She denies any vision changes, any taste changes, any smell changes. The patient has a marked amount of tenderness across the superior trapezius.

O:Her weight is 188 which is up 5 pounds from last time, blood pressure 144/82, pulse rate 70, respirations are 18. She has full strength in her upper extremities. DTRs in the biceps and triceps are adequate. Grip strength is adequate. Heart rate is regular and lungs are clear. A:1. Status post concussion with acute persistent headaches

2.2. Cervicalgia

3.3. Cervical somatic dysfunction

**P:**The plan at this time is to send her for physical therapy, three times a week for four weeks for cervical soft tissue muscle massage, as well as upper dorsal. We'll recheck her in one month, sooner if needed.

The following case highlights the increased specificity required to code for ICD-10-CM:

S: Mrs. Finley presents today after having a new cabinet fall on her last week, suffering a concussion, as well as some cervicalgia. She was cooking dinner at the home she shares with her husband. She did not seek treatment at that time. She states that the people that put in the cabinet in her kitchen missed the stud by about two inches. Her husband, who was home with her at the time told her she was "out cold" for about two minutes. The patient continues to have cephalgias since it happened, primarily occipital, extending up into the bilateral occipital and parietal regions. The headaches come on suddenly, last for long periods of time, and occur every day. They are not relieved by Advil. She denies any vision changes, any taste changes, any smell changes. The patient has a marked amount of tenderness across the superior trapezius.

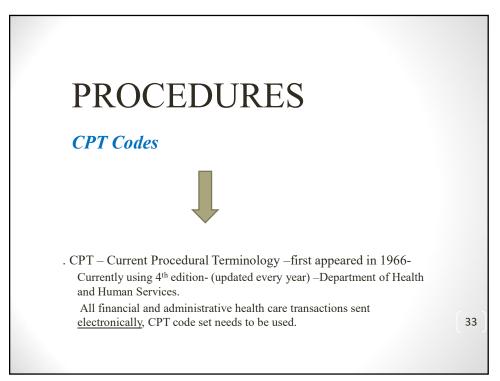
**O**:Her weight is 188 which is up 5 pounds from last time, blood pressure 144/82, pulse rate 70, respirations are 18. She has full strength in her upper extremities. DTRs in the biceps and triceps are adequate. Grip strength is adequate. Heart rate is regular and lungs are clear. **A:1. Status post concussion with acute persistent headaches** 

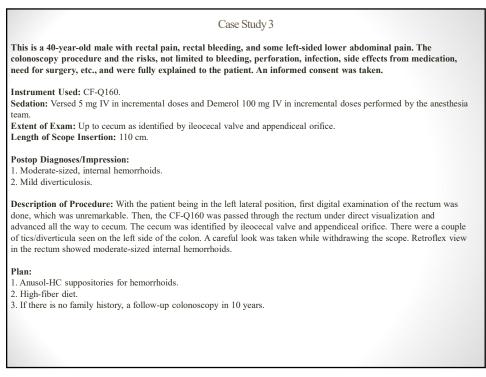
2.2. Cervicalgia

3.3. Cervical somatic dysfunction

**P:**The plan at this time is to send her for physical therapy, three times a week for four weeks for cervical soft tissue muscle massage, as well as upper dorsal. We'll recheck her in one month, sooner if needed.

ICD-10-CM	ICD-10-CM Coding:		
S06.0x1A	Concussion with loss of consciousness of 30 minutes or less, initial encounter		
G44.311	Acute post traumatic headache, intractable		
M54.2	Cervicalgia		
M99.01	Segmental and somatic dysfunction of cervical region		
W20.8xxA	Struck by falling object (accidentally), initial encounter		
Y93.g3	Activity, cooking and baking		
Y92.010	Place of occurrence, house, single family, kitchen		



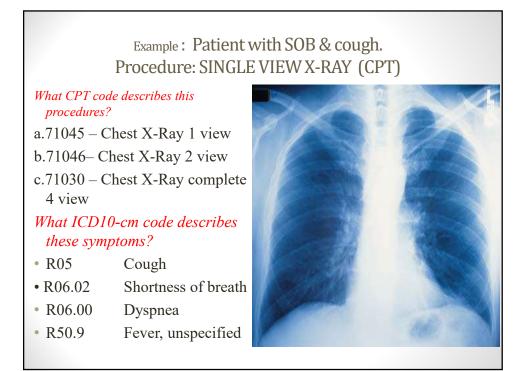


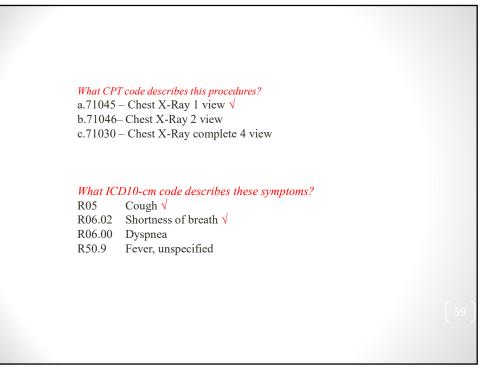
1. CPT<sup>®</sup> Code: 45378- base code for a colonoscopy without biopsy or other interventions. It includes brushings or washings, if performed. If the procedure is a screening exam, modifier 33 (preventative service) is appended.
2. ICD-10-CCM Codes: K64.8- other hemorrhoids

**K57.30-** Diverticulosis of large intestine without perforation or abscess without bleeding.

Appendectomy     Image: Cardiectomy       Cardiectomy     Image: Cardiectomy       Colectomy     Image: Cardiectomy       Craniectomy     Image: Cardiectomy       Gastrectomy     Image: Cardiectomy       Gastrectomy     Image: Cardiectomy       Gastrectomy     Image: Cardiectomy       Gastrectomy     Image: Cardiectomy       Glossectomy     Image: Cardiectomy       Hepatectomy     Image: Cardiectomy       Hysterectomy     Image: Cardiectomy       Nephrectomy     Image: Cardiectomy       Oophorectomy     Image: Cardiectomy       Pancreatectomy     Image: Cardiectomy       Pancreatectomy     Image: Cardiectomy	-ectomy	Body part	
Cholecystectomy     Image: Cholecystectomy       Colectomy     Image: Cholecystectomy       Craniectomy     Image: Cholecystectomy       Craniectomy     Image: Cholecystectomy       Encephalectomy     Image: Cholecystectomy       Gastrectomy     Image: Cholecystectomy       Gastrectomy     Image: Cholecystectomy       Glossectomy     Image: Cholecystectomy       Hepatectomy     Image: Cholecystectomy       Image: Cholecystectomy     Image: Cholecystectomy       Hysterectomy     Image: Cholecystectomy       Nastectomy     Image: Cholecystectomy       Ophorectomy     Image: Cholecystectomy       Orchidectomy     Image: Choleconstectomy       Pancreatectomy     Image: Choleconstectomy	Appendectomy		
Colectomy     Image: Colectomy       Craniectomy     Image: Colectomy       Encephalectomy     Image: Colectomy       Gastrectomy     Image: Colectomy       Gastrectomy     Image: Colectomy       Glossectomy     Image: Colectomy       Hepatectomy     Image: Colectomy       Image: Colectomy     Image: Colectomy       Hysterectomy     Image: Colectomy       Mastectomy     Image: Colectomy       Nephrectomy     Image: Colectomy       Oophorectomy     Image: Colectomy       Pancreatectomy     Image: Colectomy	Cardiectomy		
Craniectomy     Image: Craniectomy       Encephalectomy     Image: Craniectomy       Gastrectomy     Image: Craniectomy       Gossectomy     Image: Craniectomy       Hepatectomy     Image: Craniectomy       Image: Craniectomy     Image: Craniectomy       Hysterectomy     Image: Craniectomy       Mastectomy     Image: Craniectomy       Nephrectomy     Image: Craniectomy       Ophorectomy     Image: Craniectomy       Pancreatectomy     Image: Craniectomy	Cholecystectomy		
Encephalectomy     Image: Comp of the sector o	Colectomy		
Gastrectomy     Image: Comparison of Compariso	Craniectomy		
Glossectomy     Image: Comparison of the	Encephalectomy		
Hepatectomy     Body part       -ectomy     Body part       Hysterectomy     Image: Comparison of the sector o	Gastrectomy		
eetomy     Body part       Hysterectomy     Image: Comparison of the sector of the se	Glossectomy		
Hysterectomy     Image: Comparison of the comparison of th	Hepatectomy		
Mastectomy     Image: Comparison of the sector	-ectomy	Body part	
Nephrectomy	Hysterectomy		
Oophorectomy	Mastectomy		
Orchidectomy	Nephrectomy		
Pancreatectomy	Oophorectomy		
	Orchidectomy		
Prostatectomy	Pancreatectomy		
riostatectority	Prostatectomy		
Rhinectomy	Vasectomy		

	inology Answers	
-ectomy	Body part	
Appendectomy	Appendix	
Cardiectomy	Cardiac end of the stomach	
Cholecystectomy	Gallbladder	
Colectomy	Colon	
Craniectomy	Cranial bones	
Encephalectomy	Brain	
Gastrectomy	Stomach	
Glossectomy	Tongue	
Hepatectomy	Liver	
-ectomy	Body part	
Hysterectomy	Uterus	
Mastectomy	Breast	
Nephrectomy	Kidney	
Oophorectomy	Ovaries	
Orchidectomy	Testes	
Pancreatectomy	Pancreas	
Prostatectomy	Prostate	
Rhinectomy	Nose	



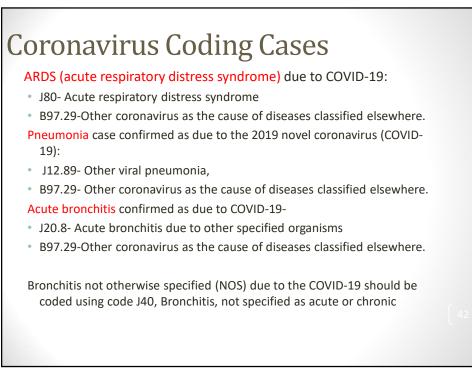


### **Breaking News**

New ICD-10-CM code for the 2019 Novel Coronavirus (COVID-19), April 1, 2020 Effective: March 18, 2020 On March 11, 2020 the Novel Coronavirus Disease, COVID-19, was declared a pandemic by the World Health Organization. On March 13, 2020 a national emergency was declared in the United States concerning the COVID-19 Outbreak. Given these developments, and the urgent need to capture the reporting of this condition in our nation's claims and surveillance data, the Centers for Disease Control (CDC), under the National Emergencies Act Section 201 and 301, is announcing a change in the effective date of new diagnosis code U07.1, COVID-19, from October 1, 2020 to April 1, 2020.

This off-cycle update is unprecedented and is an exception to the code set updating process established under HIPAA.

		CoronaVirus COVID-19			
	As of March 20, here is the ICD-10-CM addenda information available on the COVID-19 code:				
Chapter 22 Codes for special purposes (U00-U85) Provisional assignment of new diseases of uncertain etiology or emergency use (U00-U49)					
	Add assignme etiology	Note: Codes U00-U49 are to be used by WHO for the provisional ent of new diseases of uncertain etiology. U07 Conditions of uncertain			
	New cod	le U07.1 COVID-19			
	Add	Use additional code to identify pneumonia or other manifestations.			
	Add	Excludes 1: Coronavirus infection, unspecified site (B34.2)			
	Add	Coronavirus as the cause of diseases classified to other chapters (B97.2-) 41			
	Add	Severe acute respiratory syndrome [SARS], unspecified (J12.81)			



## Coronavirus Coding Cases cont.d

### Lower Respiratory Infection

If the COVID-19 is documented as being associated with a lower respiratory infection, not otherwise specified (NOS), or an acute respiratory infection, NOS,

- •J22- Unspecified acute lower respiratory infection
- B97.29-Other coronavirus as the cause of diseases classified elsewhere.

If the COVID-19 is documented as being associated with a respiratory infection, NOS

•J98.8- Other specified respiratory disorders •B97.29- Other coronavirus as the cause of diseases classified elsewhere.



