

PDGM implementation is a mere 42 weeks away and is anticipated to be the biggest change in home health payment reform in over 20 years. HHAs will need to completely revise care management and billing processes, as well as documentation and coding practices, in order to make the transition successfully. One of the most dramatic areas of change relates to ICD-10 coding, which is a significant determinant of revenue in the new paradigm. Both timing and accuracy of ICD-10 Coding (primary diagnosis and comorbidities) will play a role in how patients are grouped and, ultimately, reimbursed. Given that this is a completely new core competency for HHAs, it is prudent to take action today to assess related risk and begin to identify the changes that will need to occur in order to minimize transition risk.

Get started by reviewing current coding practices and understanding the volume of admissions per month. Questions Worth Asking:

- 1. Which staff are responsible for ICD-10 coding within your agency?
- 2. Are these personnel trained in ICD-10 coding?
- 3. At what point during the episode does coding get finalized today?
- 4. Are any external professionals involved in code selection, such as therapy?
- 5. Do you have access to upstream documentation that can assist with code selection?
- 6. How coding changes are identified and documented mid-episode?



- 7. What processes are in place to check coding accuracy prior to claim submission and when do they occur?
- 8. What percentage of your caseload today is being coded into diagnoses that would not qualify for payment under PDGM (RTP)?
- 9. Have you completed a recent analysis of coding trends? Are a lot of "general" codes being used?
- 10. Do you have a process in place to engage physicians in obtaining a comprehensive medical history in order to capture all comorbidities?
- 11. Would it be beneficial to consider outsourcing coding functions?

It is likely that coding practices will need to change dramatically, both in terms of timing and IDT workflow, as well as training of those responsible for coding. Without accurate coding, HHAs will not be paid appropriately for the necessary resources to care for patients effectively. In combination with required billing changes, ICD-10 will have a great impact on revenue cycle going forward.

How ICD-10 Codes Determine Payment in PDGM

The primary diagnosis submitted on the claim will determine the clinical grouping for each patient episode. The 12 clinical groupings include:

- 1. Musculoskeletal Rehabilitation
- 2. Neuro/Stroke Rehabilitation
- 3. Wounds Post-Op Wound Aftercare and Skin/Non-Surgical Wound Care
- 4. Complex Nursing Interventions
- 5. Behavioral Health Care
- 6. Medication Management, Teaching, and Assessment (MMTA)
- 7. MMTA Surgical Aftercare
- 8. MMTA Cardiac/Circulatory
- 9. MMTA Endocrine
- 10. MMTA GI/GU
- 11. MMTA Infectious Disease/Neoplasms/Blood-forming Diseases
- 12. MMTA Respiratory
- 13. MMTA Other

The list of all ICD-10 codes and their correlating clinical groupings is available on the CMS website under the PDGM Grouper Tool: CY 2019 ICD-10 Dxs

Any ICD-10 code that is not included on this list will result in a RTP or "return to provider" claim status. Forty percent of the diagnoses currently accepted under PPS will not be accepted under PDGM as a primary diagnosis because they have been determined to be too vague to single out a clinical grouping. This will result in a claim being kicked back for proper coding to occur with resubmission and will have significant cash flow implications for the agency.



To assess risk in this area, agencies can review a list of commonly used codes (i.e., muscle weakness) that do not fall under a PDGM group and will be returned for recoding and re-submission of the claim (RTP). The intent is to ensure a greater level of coding specificity, while documenting the actual medical reason that is driving the need for home health services.

ICD-10CM Code	Description
M62.81	Muscle weakness (generalized)
R00.1	Bradycardia unspecified
R13.1-	Dysphagia codes including unspecified and those which describe phases of
R26.0	Ataxic gait
R25.1	Paralytic gait
R26.2	Difficulty walking, not elsewhere classified
R26.81	Unsteadiness on feet
R26.89	Other abnormalities of gait and mobility
Z48.89	Encounter for other specified surgical aftercare
R56.9	Unspecified convulsions
R29.6	Repeated falls
Z91.81	History of falls
E08. – codes: EXAMPLE	Diabetes due to underlying condition with diabetic neuropathy
E08.21 I25.2	
195.9	Old myocardial infarction
CODES ENDING IN "9"	Hypotension, unspecified
ICD-10CM Code	Multiple codes are excluded that end with the character "9".
	These codes indicate unspecified sites, or unspecified diseases

Secondary diagnoses reflected on the OASIS will drive the comorbidity adjustments. There are 3 options for a comorbidity adjustment:

- 1. No adjustment no secondary dx/comorbidities that fall into subgroups
- 2. Low adjustment 1 secondary dx/comorbidity within subgroup categories
- 3. High adjustment 2 or more secondary dx that fall within same comorbidity/subgroup interaction

The list of all ICD-10 codes and their correlating comorbidity subgroups/adjustments are available on the CMS website under the PDGM Grouper Tool: <u>CY 2019</u> <u>Comorbidities</u>



Review of current ICD-10 codes and trends within your agency and how those will fall in the new clinical groupings of PDGM is a very impactful and an important exercise to consider as you prepare for PDGM. Also determining potential opportunity for comorbidity adjustments will be important. Ensuring you have a complete medical history with all relevant ICD-10 diagnosis on each patient will support success in the PDGM model. This can be incorporated into the referral and intake process and should include a level of physician engagement.

Prepare. Execute. Succeed.

HealthPRO® Heritage at Home is **prepared** to help you **execute** and **succeed** in this transition! We understand the changes required for success and have the ability to support agencies in assessing related risk, making necessary changes, and developing collaborative care management processes aligned with the success drivers of PDGM. In addition, as a trusted therapy partner, we want to be involved in developing processes that will appropriately assess care needs and assure timely documentation in support of revenue cycle objectives.

