ICD 10:
“The Next Generation of Coding”

PRESENTED BY

PART B
PROVIDER OUTREACH & EDUCATION

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Agenda

- What is ICD-10?
- ICD-10 Implementation
- Benefits of ICD-10
- Structure of ICD-10
What is ICD-10?

ICD-10 (International Classification of Diseases, Tenth Revision)
Two Components:

ICD-10-CM
(Clinical Modification)
The diagnosis code set that will replace ICD-9-CM Volumes 1 & 2
Will be used by all providers in every health care setting
CPT/HCPCS will still be used for outpatient and physician office procedures

ICD-10 PCS
(Procedure Coding System)
The code set of hospital inpatient procedures that will replace ICD-9-CM Vol. 3
Who is Required to Use ICD-10?

- All HIPAA “covered entities” including:
  - Providers
  - Payers
  - Healthcare Clearinghouses
Reason for ICD-10-CM Implementation

ICD-9-CM

- Lacks sufficient specificity and detail
- running out of capacity and the limited structural design
- Obsolete
Benefits of ICD-10-CM

Quality Measurement

- Better data for evaluating and improving quality of care
- Improved ability to measure outcomes, effectiveness, and costs of new medical technology
- Improved ability to ascertain disease severity for risk and severity adjustment
Benefits of ICD-10

Organizational Monitoring & Performance

- Administrative efficiencies
- Cost containment
- Improved ability to analyze trend and cost data
- More effective monitoring of resource and service utilization
- Improved coding accuracy and productivity
# ICD-10-CM Structure

<table>
<thead>
<tr>
<th>ICD-9-CM</th>
<th>ICD-10-CM</th>
</tr>
</thead>
<tbody>
<tr>
<td>• 3-5 characters</td>
<td>• 3-7 characters</td>
</tr>
<tr>
<td>• First character is numeric or alpha (E or V)</td>
<td>• Character 1 is alpha (all letters except U are used)</td>
</tr>
<tr>
<td>• Characters 2-5 are numeric</td>
<td>• Character 2 is numeric</td>
</tr>
<tr>
<td>• Always at least 3 characters</td>
<td>• Characters 3-7 are alpha or numeric</td>
</tr>
<tr>
<td>• Use of decimal after 3 characters</td>
<td>• Use of decimal after 3 characters</td>
</tr>
<tr>
<td>• 14,000 codes</td>
<td>• Use of dummy placeholder “x”</td>
</tr>
<tr>
<td></td>
<td>• 68,000 codes</td>
</tr>
</tbody>
</table>
Source Code Format – ICD-10

Category

Etiology, anatomic site or severity

Extension
ICD-10-CM: Differences from ICD-9-CM

• All codes are alphanumeric

• Codes can be up to 7 characters in length

• Codes are more specific

• Code titles are more complete (no need to refer back to a category, subcategory, or sub classification level to determine complete meaning of code)

• Codes reflect modern medicine and updated medical terminology
ICD-10 Implementation

• October 1, 2014 – Compliance date for implementation of ICD-10-CM (diagnoses)

• ICD-10-CM (diagnoses) will be used by all providers in every health care setting

• No impact on Current Procedural Terminology (CPT) and Healthcare Common Procedure Coding System (HCPCS) codes
ICD-10 Implementation

- Single implementation date of October 1, 2014 for all users

- ICD-9-CM codes will not be accepted for services provided on or after October 1, 2014

- ICD-10 codes will not be accepted for services prior to October 1, 2014
Consequence of Poor Preparation

- Increased claims rejections and denials
- Increased delays in processing authorizations and reimbursement claims
- Improper claims payment
- Coding backlogs
- Compliance issues
- Decisions based on inaccurate data
Implementation Strategy

• Process/System Impact
• Vendor/Payer Issues
• Training
• Mapping and Legacy Data
Don’t Panic – Prepare!

• It is imperative to begin if you haven’t already done so

• Early initiation of the planning process, thorough preparation, adequate education, and proper testing will result in smoother transition and earlier realization of benefits
Ask Your Vendor:

- Will there be a charge for ICD-10 related updates?
- Will training be provided for new ICD-10 related functionality?
- How often will code set updates occur and how will they be delivered?
- Will you continue to support applications or are you discontinuing some products in the wake of ICD-10 transition?

www.cms.gov/Medicare/Coding/ICD10/
ICD-10 Reminder

• Transition is not optional
• Implementation Date – October 1, 2014
• Diagnosis codes will expand from 8 to 12 codes
• ICD-10-CM code sets are available at www.cms.gov/ICD10
Connectivity Vendor

- Effective July 1, 2013, Cahaba GBA will no longer support dial-up connections
- All electronic transactions should be routed through a Cahaba GBA approved Network Service Vendor (NSV)
- Current user ID and password can be used
- Direct questions to the Cahaba GBA EDI Helpdesk
Cahaba’s 2013 Spring Expo

Cahaba GBA invites you to attend its Spring Expo for providers, software vendors, billing services and clearing houses.

**Date:** April 10, 2013

**Time:** Sessions will begin at 9:00 a.m. (EST)

**Where:** Cobb Energy Performing Arts Centre
2 Galleria Parkway
Atlanta, GA 30339

For additional information on how to register go to [http://cahaba2013expo.eventbrite.com](http://cahaba2013expo.eventbrite.com)
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- Overall satisfaction
Questions and Answers
Thank you for participating in today’s presentation!

Participants can obtain the evaluation via one of the following options:

1. Upon the conclusion of the event, the evaluation will be launched; or,

2. You may copy and paste the electronic evaluation link [http://listmgr.cahabagba.com/subscribe/survey?f=1472](http://listmgr.cahabagba.com/subscribe/survey?f=1472) to your browser and complete the survey.

We appreciate your feedback and comments.