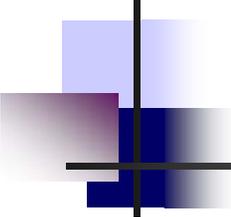


ICD-10

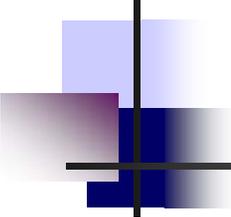
High level Overview

February 10, 2009



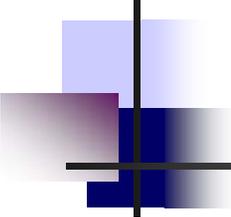
What is ICD-10?

- International Classification of Diseases, Tenth Revision
- Used for reporting diseases, injuries and causes of death - morbidity and mortality reporting.
- ICD-10 Clinical Modification (ICD-10-CM) for reporting diagnoses
- ICD-10 Procedure Coding System (ICD-10-PCS) for reporting inpatient procedures



Why Change?

- World Health Organization (WHO) supports ICD-10 only
- US is only nation still using ICD-9-CM for morbidity reporting
 - US uses ICD-10 for mortality reporting
- ICD-9-CM can no longer accommodate new codes
- ICD-9-CM was created 30 years ago
- Improved mortality reporting and bio-surveillance
 - 138 countries have adopted ICD-10 for morbidity data
 - ICD-10 better identifies new health threats such as anthrax, Severe Acute Respiratory Syndrome (SARS), and Monkey pox
 - Detail improves ability to develop rapid interventions for emerging diseases affecting international populations



Benefits of ICD-10

1. Increased classification specificity for newly identified disease entities & other advances
2. Ability to capture emerging technologies
3. Interoperability with Electronic Health Record (EHR) clinical vocabularies
4. Potential improvements in quality of health care and cost containment
5. Increased accuracy for “Pay 4 Performance” programs and “Never Events”

Comparison: ICD-9-CM vs. ICD-10-CM

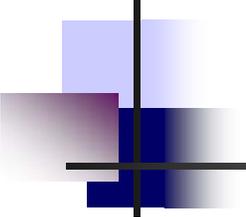
Key Differences		
	ICD-9 CM	ICD-10 CM
Number of Characters	3-5 Numeric & Alphanumeric	5-7 Alphanumeric
Approximate Number of Codes	13,000	120,000

ICD-9-CM	ICD-10-CM
813.22 – Fracture; Shaft, closed Ulna (alone)	S52.211 – Greenstick fracture of shaft of right ulna
813.33 – Fracture; Shaft, open Ulna (alone)	S52.212 – Greenstick fracture of shaft of left ulna
	S52.221 – Displaced transverse fracture of shaft of right ulna
	S52.222 – Displaced transverse fracture of shaft of left ulna
	S52.231 – Displaced oblique fracture of shaft of right ulna
	S52.232 – Displaced oblique fracture of shaft of left ulna

Comparison: ICD-9-CM Procedure Codes vs. ICD-10-PCS

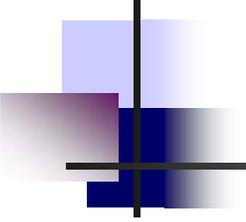
Key Differences		
	ICD-9-CM	ICD-10-PCS
Number of Characters	3-4 Numeric	7 Alphanumeric
Approximate Number of Codes	4,000	200,000

Excision of Inferior Vena Cava	
ICD-9-CM	ICD-10-PCS
38.45 – Resection of vessel with replacement, thoracic vessel	06B00ZZ – Open excision 06B02ZZ – Open endoscopic excision 06B03ZZ – Percutaneous excision 06B04ZZ – Percutaneous endoscopic excision



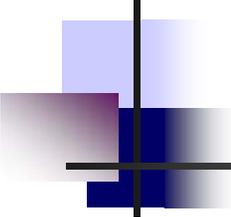
Impacts to State Medicaid Programs

- **System Changes** – Systems which process or provide data related to claims and encounters; hold Medicaid policy; and downstream reporting systems
- **Policy Impacts** – Policy which is used in determining benefits or guidelines for care; Criteria for reporting systems
- **Education and Training** – Education and training of *all* personnel who use these codes to determine policy, reimbursement or denial of claims, outcome measures, contracts, and all other business requirements
- **Education** – Education of all impacted trading partners and providers
- **Hospital Contracts** – Contracts between Medicaids and hospitals which determine reimbursement based on inpatient procedure codes
- **Documentation** – Impacts to guidelines, manuals, desk level procedures, etc...



Industry Feedback

- In general, the migration to ICD-10 is supported by the industry
- Timelines as proposed in the NPRM were thought to be too short given experiences with HIPAA 1 and other factors (i.e., budget constraints) which resulted in the revision of these dates in the final rule.
- Implementation of ICD-10 should be sequential and subsequent to 5010 (1/1/2011)



What's Next?

- ASC X12 version 5010 transaction must be implemented prior to ICD-10
- Plan development and implementation strategies