Reimbursement: New Game, New Rules

Jessie M. Pavlinac, MS, RD, CSR, LD Director, Clinical Nutrition Oregon Health & Science University Portland, Oregon pavlinac@ohsu.edu

Slide 2

Objectives

- Effectively market nutrition services and dietitians to organizations
- Describe the new health care delivery systems and what it means for nutrition services
- Utilize Academy resources to assit in developing integration plans with these new delivery systems

Slide 3



_
 _
 _
 _
 _
 _
 _
 _
_
 _
_
 _
_
 _

Institute for Healthcare Improvement Triple Aim Initiative **IHI Triple Aim Initiative** -Improve the health of the population served -Improve the experience of the individual -Affordability as measured by the total cost of care

Slide 5

Hospital Payments are Changing

·Hospital Readmissions Reduction Program

·Hospital-Acquired Conditions (HAC)

·Hospital Value-Based Purchasing (VBP) Program

·Malnutrition Coding



Slide 6

Why New Payment Models?

- Current fee-for-service model of care:

 - Is not financially sustainable
 Does not encourage disease prevention
 Does not translate into better quality of care
- Studies have shown that a robust primary care system leads to lower costs and better quality of care

Shifting Payment Models

- Patient-centered medical home (PCMH)
- Accountable Care Organization (ACO)
- Value-based Purchasing (VBP)
- Pay for Performance (P4P)
- Fee-for-Service (FFS)
- Bundled Payments
 - Episode bundles
 - Patient bundles (Global Payments)



Slide 8

Accountable Care Organization (ACO)

"An ACO is a high-performing, organized system of care and financing that can provide the full continuum of care to a specific population over an event, episode, or a lifetime while assuming accountability for clinical and financial outcomes"

But and Numeri. Accountable Care Commissions. 2011.



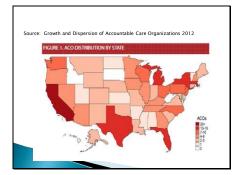
Slide 9

Goals of the ACO

- Efficiency
- Quality
- Effectiveness
- Access
- Patient-centeredness
- Equitability



	 		 	_



Slide 11

Accountable Care Organization in Hawaii

Meridian Holdings, Inc.

Slide 12

Patient-Centered Medical Home/Community

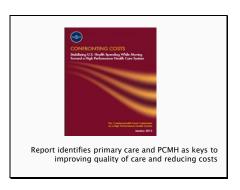
•Widespread adoption in both the public and private sectors:

- · More than 90 commercial insurance plans
- Employers
- · 42 state Medicaid programs
- · Federal agencies
- Department of Defense
- · Hundreds of safety net clinics
- Thousands of small and large clinical practices





Slide 14



Slide 15

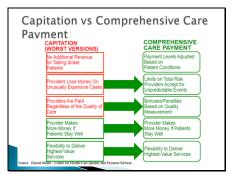
Bundled Payments

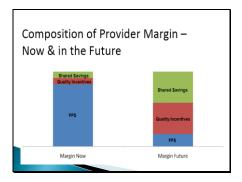
"The bundled payment may cover services furnished by a single entity. In this context, bundled payment refers to a single negotiated episode of a predetermined amount for all services (physician, hospital, and other provider services) furnished during an episode of care."

CMS, August 23, 2011



Slide 16





Slide 18

Opportunities Ahead: Bundled Payments

- Who is establishing ACOs in your community?
- Identify key leaders and decision makers (Director of Managed Care, Case Manager, MDs, CNPs, etc.)
- Arrange a meeting to discuss opportunities
- Provide evidence for the benefits that an RD can bring to ACO target population
- → Build relationships across the RD community

	 		_
	 	 	_
	 	 	_
			_
	 		_
	 	 	_
	 		_
	 	 	_
	 	 	_
			_
	 	 	_
	 		_
	 	 	_
	 	 	_

What does it mean to providers?

- Good & bad
- Constant change & uncertainty
- ▶ Redefines "success"
- Potential for radical shifts in underlying financial incentives
- Not just public payers, but private/commercial payers as well



Slide 20

Reimbursement models are changing!

- Emphasis on services provided within the PCP office environment
- Moving away from fee-for-service:
- Moving to bundled payments and PMPM payments
- Opportunities (and challenges) for RDNs to become integrated part of primary care!



Slide 21

Reimbursement Models are Changing!

- RDNs need to rethink the value proposition/message
- Document outcomes
- Build your skill set
- Be a risk-taker; be comfortable with uncertainty
- Don't wait for them to call you...make the first move
- RDNs need to learn to speak a new language



Winning the Game

Build the RDN Skill Set

- Enhanced access ???





Slide 23

Winning the Game

- Learn today's language of healthcare
- New assessment skills (BP, BS, AWV)
- Informatics
- Outcomes data collection
- Motivational interviewing
- Team work
- Business
- Marketing/communications
- Leadership

Persistence



Slide 24

Opportunities to expand nutrition practice and reimbursement



Creating a Business

- Evaluate your AND your team's Business Plan Mindset, readiness and abilities
- Are you comfortable asking clients for money if you do not have a receptionist?
- Educate yourself on how to run a business or outpatient department



Slide 26

Who pays for MNT?

Medicare

Medicaid



Commercial Insurance Fee for Service or Self Pay

Slide 27

Addition Factors

- Medicare Part B (very specific regulations in place for MNT for diabetes and renal/post transplants)
- Medicaid (Ambulatory MNT coverage driven by state specifications)
- Private payers (specific coverage and provider policies determined by the plan)

Decisions on Becoming a Provider

- Market Analysis with Networking
- Identify major providers in your community
- Ask your:

Academy Affiliate
State Reimbursement Representative
Other private practitioners
Hospital departments and staff

Slide 29

Network

How can I identify major providers in my community?
 State Academy
 State Reimbursement Representative
 Other private practitioners
 Hospital departments and staff

How can I find contacts?

Colleagues Internet Phone book (local medical directory) State insurance commission Local biller

Slide 30

Terms and Acronyms

• NPI = National Provider Identifier- standard unique identifier that replaces other provider numbers used on healthcare claims.

Diagnosis codes (ICD-9) = Describe an individual's disease or medical condition; physicians and trained billers determine these codes

>**CPT codes** = Current Procedural Terminology codes (procedure codes) that describe the service performed by the healthcare professional

• HCPCS codes = Healthcare Common Procedure Coding System developed by payers to describe services where no CPT code exists (G codes, V codes)

Commercial (Private) Insurance Medicare Private Payers Black and white S0 (or more) shades of gray NPI + PECOS NPI + Credentialing (CAQH) Referral required Referral may or may not be required Diabetes and renal disease Potential for many diagnoses MNT codes MNT codes plus potentially others CMS1500 form, UB04 form CMS1500 form, UB04 form, Superbill Medicare Physician Fee Schedule Individual contracts and fee schedule

Slide 32

Insurance 101

- ▶ Insurance Plans:
- Medicaid (remember varies from state to state):
 - · HMO-Medicaid
 - Medicaid Managed Care Plans: reform differs from state to state
 - Straight Medicaid
- Medicare:
 - Traditional Medicare
 - ${}^{\centerdot}$ Medicare Advantage Plan-Can be HMO or PPO
- PFFS (private fee for service)
- Medicare supplement
- Medicare as a secondary payer

Slide 33

Insurance 101

- Commercial:
- PPOs/Open Access /POS/EPO
- HMOs
- · Health Savings Plan (HAS)
- · Indemnity plan: Cadillac plans few and far between

Insurance 101

- ▶ Self Insured Health Plans
- Employer assumes financial risk
- Employer customizes benefit package
- Employer contracts with providers
- Regulated under federal, not state laws
- ▶ Self Administered Plans vs Third Party Administrator

Slide 35

Insurance 101

- Insurance companies are not selling only "one policy"
- ▶ Coverage for nutrition services varies widely
- Diagnoses covered
- Number of visits
- Referral requirements
- · Co-pays/deductibles
- Can access general information via websites



Slide 36

Insurance 101

Variation in Insurance Carriers Product Lines

One product plan:

- May cover nutrition services whereas others will not
- May be based on Medicaid as the insured are Medicaid eligible

- eligible
 May be assed on Medicare
 May be a commercial product ***

 ***Commercial product lines will usually reimburse at
 the highest level

Verifying Coverage is vital to ensuring reimbursement

- Determines if a patient's coverage is current
 Determines eligibility for nutrition services based on
 the diagnosis

Insurance 101

- Verifying coverage for nutrition services is tricky; not clear cut at times!
- Cannot assume that if two clients have the same commercial carrier that their benefits are the same
- Mistakes will result in non payment of claims
- Affects bottom line
- Requires collection procedures



Slide 38

The *Business* of Dietetics

All nutrition professionals need to know the business of dietetics.



Slide 39

CREDENTIALING...Where to begin?

- ▶ NPI
- ▶ Liability
- ▶ CAQH



National Provider Identifier (NPI)

- ▶ 10-digit, *Intelligence free* numeric identifier used to recognize the provider on claims transactions.
- The standard unique identifiers for ALL health care providers and health plans (HIPAA requirement).

Contact the National Plan & Provider Enumeration System

Apply over the Web: https://nppes.cms.hhs.gov Apply by phone: 1-800-465-3203 (NPI Toll-Free)

Slide 41

Professional Liability Insurance Protection against claims arising from real or allege of the control of the c

Slide 42

The Credentialing Process - How?

- Each company is different
- Each state is different
- Contact the credentialing department
- Complete a Uniform Application or enroll with Council for Affordable Quality Healthcare (CAQH) http://www.caqh.org/ucd.php

Trends in Private Insurance

- Credentialing of Dietitians varies state to state.
- »If you are credentialed with your 'home' or state plan, then you can accept insurances from any Blue Cross Blue Shield Policy.
- Coverage varies state to state.

Many states cover Medical Nutrition Therapy with limit. BlueShield as Diabetes or Hyperlipidemia.

ullet There is growing coverage for Preventative Care, but every policy varies.

Slide 44

Procedure Codes (CPT) for RDNs

Medical Nutrition Therapy (97802–97804)
 Assessment and intervention, face-to-face with the patient (could include caregiver/family) each 15 minutes (individual) or 30 minutes (group)

Education and Training (98620-98962)

Education and training for patient self-management by a qualified, non-physician health care professional using a standardized curriculum, face-to-face with the patient (could include caregiver/family) each 30 minutes; individual and group

Medical Team Conference
99366 participation by non-physician provider, with
patient family present, ≥ 30 minutes
99368 ...participation by non-physician provider,
without patient/family present, ≥ 30 minutes



****** (1)

Slide 45

Procedure Codes for RDNs Telephone Services** 98966-98968

Non-physician, non-face-to-face assessment and management services by phone, more than 7 days after a face-to-face visit; 5-30 minutes.

On-line Medical Evaluation **
98869
Online assessment and management service provided by a qualified non-physician health care professional to an established patient, guardian, or health care provider not originating from a related assessment and management service provided within the previous 7 days, using the Internet or similar electronic communications network



*Not billable to Medicare; check payer policies to determine use of codes.

Slide 46 **Procedure Codes for RDNs** Preventive Medicine ** 99401–99404 Preventive medicine counseling and/or risk factor reduction intervention; individual; 15, 30, 45 or 60 minutes 99411-99412 Preventive medicine counseling and/or risk factor reduction intervention; group; 30 minutes or 60 minutes S9470 Nutrition counseling, dietitian visit ** ble to Medicare; check payer policies to determine use of code.

Slide 47

Codes Applicable to RDNs:

Intensive Behavioral Therapy (IBT) for Obesity

G0447 Face-to-Face Behavioral Counseling for Obesity, 15 Minutes

ICD-9 diagnosis codes for BMI 30.0 kg/m² or over (V85.30-V85.39, V85.41-85.45)

Service can be provided up to 22 times in a 12-month period per CMS schedule

RDNs can provide IBT as auxiliary personnel in primary care settings

RDNs must bill as "incident to physician services" (guidelines differ for office-based vs. hospital outpatient clinics)

Slide 48

Diagnosis Codes - Hot Off The Press

Coming in 2015: ICD-10-CM and ICD-10-PCS

- Claims for services provided on or after this date must use ICD-10 codes (all HIPAA covered entities)
 Transition to ICD-10 will impact all billing software,
- forms, and billing procedures
- Why change?
 - Improve ability to measure health care services
 - Enhance ability to conduct public health surveillance
 Improve ability to add new codes
 Align with current medical practices

Differences between ICD-9 and ICD-10 There are structural differences between ICD-9 and ICD-10 that will make converting the updated code set complex. Table 1 provides a comparison of the features of the ICD-9 and ICD-10 diagnosis code sets. Table 1 – Comparisons of the Diagnosis Code Sets 3 to 5 characters in length Approximately 13,000 codes Approximately 68,000 available codes First character may be alpha (E or V) or numeric; characters 2–5 are numeric Character 1 is alpha; characters 2 and 3 are numeric; characters 4–7 are alpha or numer Limited space for adding new codes Flexible for adding new codes

The expanded number of characters of the ICD-10 diagnosis codes provi

Very specific

Has laterality (i.e., codes identifying right vs. left

Slide 50

Key Take-Aways

Lacks laterality

- The bottom line is always the bottom line.
 Think clinical outcomes and financial outcomes.
 Follow the money jobs/job security.
- Be the expert in the business of MNT.
- Be an advocate for expanded coverage and the role of the RDN
- The Academy = your "go to" resource

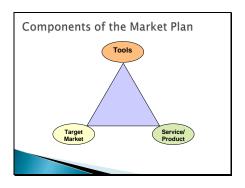


Slide 51



Slide 52





Slide 54

Maximize Marketing Tools • Explore resources: • Utilize Academy toolkits for patient education, and the online Nutrition Care Manual • Create a presence on social networking online sites: Linkedin* Pinterest Instagram Twitter Google Plus Flicker Facebook Tumbir Meetup • Seek listing with organizations in which you specialize

Face to Face Contact & Community Outreach

- Visit physicians offices and use Referral Forms
- Offer a presentation to parent teacher organizations at schools
- Write an article; distribute flyers; send announcements in community or facility



Slide 56



Slide 57

Academy Resources

- Comprehensive Primary Care Initiative: Partnering RDs with Primary Care Practices

- Webinar Bonnie Jortberg, PhD, RD, CDE
 Free to Academy Members
 Recorded and available at the
 Coding and Coverage Webpage
 http://www.eatright.org/coverage/





Slide 59

Academy Resources

- Making Nutrition Your Business: Private Practice and Beyond: a resource for any RDN considering private practice.
- Academy state dietetic association & DPG Reimbursement Representatives: to assist RDNs with local coverage and coding issues(check Academy or affiliate/DPG web page for contact information)
- Washington
 Laurie Kutrich, RD
 Laurie, kutrich@cwhs.com
 Idaho
 Wendy J. Haws Rice, MS, RD, LD
 wrice@ahcfacilities.com



Slide 60

Accountable Care 101 Webinar

- Leavitt Partners Center for Accountable Care Intelligence
- A Short History of Integrated Care
- Various Models of Accountable Care Organizations
 Market Updates

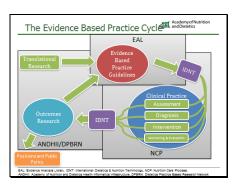
- May 13, 2014 at 3 p.m. ET <u>Register</u>
 June 10, 2014 at 3 p.m. ET <u>Register</u>
 July 8, 2014 at 3 p.m. ET <u>Register</u>
 August 12, 2014 at 3 p.m. ET <u>Register</u>
 September 9, 2014 at 3 p.m. ET <u>Register</u>

"To Do" List

- · Demonstrate good outcomes
- · Document ROI, cost-savings
- Build relationships with key decision–makers
 Build alliances
- · Develop and implement your plan (small steps →big difference)
- · Educate, educate, educate



Slide 62

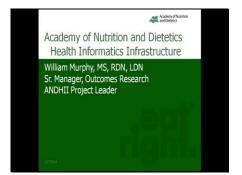


Slide 63

Academy of Nutrition and Dietetics Health Informatics Infrastructure - ANDHII

- To provide an innovative platform
- To aggregate nutrition care and outcome data
- To support nutrition-focused research and quality improvement

https://www.youtube.com/ watch?v=nl_48GJ4MmU

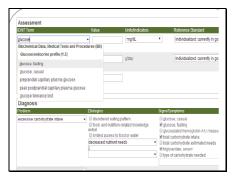


Slide 65

Innovative Encounters with ANDHII

- Instant Search
 - Find Nutrition Care Process Terms
 - Intelligent Suggestions
- Customization

Slide 66



Slide 67





Slide 69