





Kimberly Kauffman NAACOS Bootcamp, February 2020

Leveraging Risk Adjustment



What is Risk Adjustment?

- CMS started 2004
- Hierarchical Condition Category (HCC)
- 83 HCCs include ~9500 ICD-10 codes
- Each HCC has relative wt (0.04 2.48)
- Multiple dx, unrelated HCCs additive
- $1 + 1 \neq 2$ Interaction HCCs
- Some HCCs trump others
- Age, gender, living situation = demographic factor





How do HCCs work?

- ICD-10 codes from submitted claims
- Demographic factor + HCC weights = Risk Score
- Risk score aka Risk Adjustment Factor or "RAF"
- Sicker pts = higher RAF
- Healthier pts = lower RAF
- Resets each calendar year "budget request"



HCCs – so what?





2018 performance of 548 ACOs

- 37% ACOs generated a savings over the minimum savings rate (MSR)
- The higher the risk score, the higher the savings

RAF	Avg. PBPY generated savings	
Greater than 1.1	\$411	
1.0 - 1.1	\$159	
Less than 1.0	\$135	

https://data.cms.gov/Special-Programs-Initiatives-Medicare-Shared-Savin/2018-Shared-Savings-Program-SSP-Accountable-Care-O/v47u-yq84

Training

- Physicians and Advanced Practitioners
 - Carrot or stick?



- Support staff to include charge entry
- Annual
- Live
- EMR staff & physician champion

Provider's role



- Documentation in progress note must support ICD-10 codes
- Standard: (1) M.E.A.T. in (2) HPI, Phy Exam, Tx Plan and/or Discussion and (3) include in Assessment
- Presence in Problem List, Med List or Past Med HX is NOT enough
- Diagnosis documented & submitted at least annually
- Once appropriate care has been delivered, then how to code for that care becomes important
- Code to highest degree of specificity

ACO Team's role

- Educate providers and support staff
- Deliver data that is credible, timely and actionable
 - Prior year chronic conditions
 - Conditions submitted by other providers
 - "Suspect" conditions
- Coder review pre* and post visit
- Monitor performance

Low Tech Approach

- Determine pivot point example, AWV
- Data gathering

- Coder manual review prior year chronic, suspect
- Pre visit planning
- Point of Care action
- Post visit review



High Tech Approach

- Data warehouse
- NLP & algorithms
- Actionable information
- Optional coder review agree / disagree
- Machine learning
- Pre visit planning
- Point of Care action
- Post visit review

NLP example

Physician Note:

Ms. Taylor is an 82-year-old patient with a past medical history of diabetes, HTN, breast ca. She recently progressed to CKD3. She had some chest pain and we were worried about CHF, but we've since ruled that out.

Vitals BMI 37

Labs Her GFR test showed a value of 46.6 ml/min

Assessment and Plan

- 1. Diabetes continue Metformin
- 2. CKD stage 3 -continue Lisinopril
- 3. HTN-continue managing with diet

NLP output: E11.9: Type 2 DM w/o complications I10: Essential (primary) HTN Z85.3: Personal hx of malignant neoplasm of breast N18.3: CKD, stage 3 (moderate) Z68.37: BMI 37.0-37.9, adult Negation suppresses CHF suggestions

Coding Rules: E11.9 + N18.3 = E11.22 Type 2 DM w/ CKD

Suspect Diagnosis: Z68.37+ E11.9 = E66.01 Severe obesity

Monitor Performance

Provider

Transparency? Incentives?

Potential metrics

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Attendance at education sessions Open rate of PVP notes Response rate to tasks to amend note Prior Year chronic readdress rate Average RAF – no goal!

Coder

Net new codes added & codes removed Inter-coder reliability



Questions?