Medicare Part A SNF Payment Reform

Prepare & Deliver (Pray & Motivate)

The Final Countdown to PDPM



September 26, 2019



ZIMMET HEALTHCARE SERVICES GROUP, LLC

www.zhealthcare.com (877) SNF-2001

Guiding SNFs through complex payment reform for over 25 years

PDPM is Nigh...

- PDPM is simply a new Revenue Delivery System and just one component of a systemic shift away from FFS/utilization-driven reimbursement models
- Medicare coverage policies do not change
- Where should we be?
 - Expectations based on your Patient Profile
 - Revised Admission & UR processes
 - Prepared for "collateral impact"
 - Systems for measuring performance
 - Ancillary and support partners integrated
 - Compliance plan adjusted





Next Generation Terminology



PDPM Perspectives

SNF Owners & Operators

Clinicians

PATIENTS

Hospital TCUs

APMs

Lenders

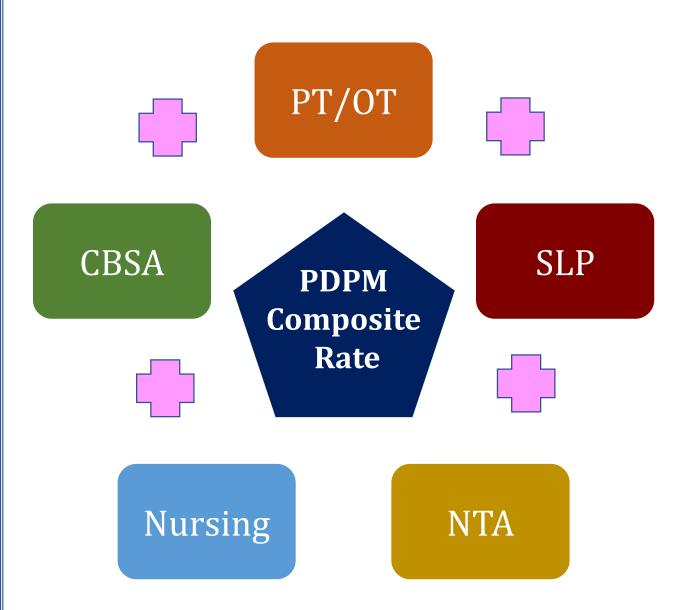
Vendors

Financial Managers

Case Managers

Phases of a Budget-Neutral System Change





If this slide is new to you, seek immediate medical attention!!!



You should be thinking in "Future Tense"

PDPM: Beyond Reimbursement

It's all connected...

- Budgets & Financing
- Therapy Operations
- Nursing Burden
- Liability
- Data Profile
- Vendor Contracting



- Managed Care
- Compliance Plan
- Technology
- Medicaid CMI / Cost Report



What's Old is New Again...

- Clinical Eligibility ("RCE")
- Nursing skill
- "Human nature"
- Technical Eligibility
- 60-day rule

- "Medicare Nurse"
- Respiratory Therapy
- Hospital-Based SNFs
- Ancillary charge detail



Clinical Eligibility: Back to Basics

Skilled Therapy:
5 days / week
Skilled Nursing
7 days / week

Technical eligibility: Related to Hospital; 30 & 60-day rules

Medicare Benefit Policy Manual Chapter 8 - Coverage of Extended Care (SNF) Services Under Hospital Insurance

Table of Contents (Rev. 249, 11-02-18)

30 - Skilled Nursing Facility Level of Care - General (Rev. 179, Issued: 01-14-14, Effective: 01-07-14, Implementation: 01-07-14) A3-3132, SNF-214

Care in a SNF is covered if all of the following four factors are met:

- The patient requires skilled nursing services or skilled rehabilitation services, i.e., services that must be performed by or under the supervision of professional or technical personnel (see §§30.2 30.4); are ordered by a physician and the services are rendered for a condition for which the patient received inpatient hospital services or for a condition that arose while receiving care in a SNF for a condition for which he received inpatient hospital services;
- The patient requires these skilled services on a daily basis (see §30.6); and
- As a practical matter, considering economy and efficiency, the daily skilled services can be provided only on an inpatient basis in a SNF. (See §30.7.)
- The services delivered are reasonable and necessary for the treatment of a
 patient's illness or injury, i.e., are consistent with the nature and severity of the
 individual's illness or injury, the individual's particular medical needs, and
 accepted standards of medical practice. The services must also be reasonable in
 terms of duration and quantity.

Long-Term Financial Impact

- Medicare budgeting
- Variability & Impact
- History Lessons
- 1999 Cost-Based to PPS
- 2011 RUG-IV Transition
- PDPM year 1?
- PDPM year 2, 3, 4...?
- Medicaid Cost-Based / CMI





Gravity of PDPM

Knowledge v. Understanding

- Near universal support
- Ripple effect on operations
- New opportunities & risks
- Wrinkle in Space-Time



Unweighted PPD \$ range

Highest: CKAA1*

Lowest: Default

\$1,680

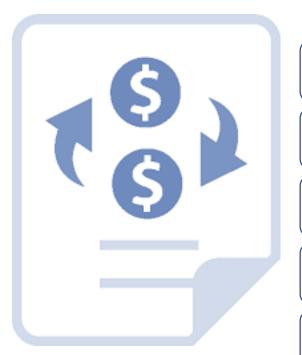
\$367

Know the Key Reimbursement Drivers

(there really arent that many)

Changes in Provider Behavior (Capture Patterns)

MDS / RUG sensitivity without Therapy distortion:



2020 Urban,	
Unweighted Rates	5

	PDPM	Service / Condition
• PBC1 =	\$119.69	RUG without Therapy
• PBC2 =	\$129.22	Restorative Nursing
• CBC1 =	\$141.93	Hemi Dx, Oxygen, etc.
• HBC1 =	\$197.01	Respiratory Therapy
• HBC2 =	\$237.26	Depression

Same resident, different score; Higher payment, lower Therapy cost

PDPM Composite Rate		\$1,032.69	\$738.62
COMPONENT	SCORE	Days 1 - 3	Days 4 - 20
PT / OT Component		\$179.43	\$179.43
Medical Mgt.;10-23	TK		
SLP Component		\$80.06	\$80.06
Any Two, Both, SI	SI		
Nursing Component		\$237.26	\$237.26
AIDS D No	HBC2		
NTA Component		\$441.10	\$147.03
Points: 7	NC		
Non-Case Mix Component		\$94.84	\$94.84

- IV Medications
- Respiratory Therapy
- PHQ>9
- Aphasia
- SD & MAD
- Impaired Cognition
- Other Minor NTAs

Urban Unweighted

Compare to RUG-IV RUB = \$631.42

Respiratory Therapy

- Nursing Case-Mix Group
- Respiratory Therapist, RN state guidelines
- Start day 1/2 with ARD day 7/8
- Special Care High
- Qualifying conditions
- Physician orders
- "Lock & Drop"
- Compliance

MEDICARE PART A SNF PDPM Nursing Case Mix Group Component

PDPM CATEGORY with corresponding MDS Section					Function Score: GG	Secondary End Split	RUG	СМІ	
SPECIAL CARE HIGH (any one of these is a qualifier)									
Comatose (fully dep)	B0100	Fever with one of:	J1550A	Parenteral/IV feedings	K0510A	0 - 5	Depression	HDE2	2.40
Septicemia	I2100	Pneumonia	12000	Respiratory Tx, 7 days	00400D	0 - 5		HDE1	1.99
Diabetes with:	_ I2900	Vomiting	J1550B	COPD with:	_ I6200	6 - 14	Depression	HBC2	2.24
Daily insulin inj. &	N0300A	Feeding Tube	K0510B	Shortness of breath when lying flat	J1100C	6 - 14		HBC1	1.86
Insulin order change	N0350B	Weight loss	K0300	Quad as prim. (GG <12)	I5100	Depressi	ion = MDS Section	n D PHQ	



CMS Manual System, Pub 100-20, One Time Notification, Transmittal 477, dated April 24, 2009, Change Request 6338

Coverage Guidance

Coverage Indications, Limitations, and/or Medical Necessity

Respiratory care (respiratory therapy) is defined as those services prescribed by a physician or a non-physician practitioner for the assessment and diagnostic evaluation, treatment, management, and monitoring of patients with deficiencies and abnormalities of cardiopulmonary function.

Monitoring is defined as the periodic checking of the equipment in actual use to ascertain proper functioning; real time tracking the individual's condition to assure that he/she is receiving effective respiratory therapy services; and periodic evaluation of the patient's progress in improvement of function.

Respiratory care (respiratory therapy) services may include but are not limited to the following:

- application techniques to support oxygenation and ventilation in an acute illness (e.g., establish/maintain artificial airway, ventilatory therapy, precise delivery of oxygen concentrations, aid in removal of secretions from pulmonary tree)
- therapeutic use/monitoring of medicinal gases, pharmacologically active mists and aerosols, and equipment (e.g., resuscitators, ventilators)
- bronchial hygiene therapy (e.g., deep breathing, coughing exercises, IPPB, postural drainage, chest percussion/vibration, and nasotracheal/endotracheal suctioning)
- diagnostic tests for evaluation by a physician (e.g., pulmonary function test, spirometry, and blood gas analyses)
- pulmonary rehabilitation techniques (e.g., exercise conditioning, breathing retraining, and patient education regarding management of patient's respiratory problems) and periodic assessment of the patient for the effectiveness of respiratory therapy services.

The above services may be performed by respiratory therapists, physical therapists, nurses, and other qualified personnel as described by relevant state practice acts. Documentation in the medical record must clearly support the need for respiratory therapy services to be separately reimbursed.

Respiratory care (respiratory therapy) services can be considered reasonable and necessary for the diagnosis and treatment of a specific illness or injury. The service provided must be consistent with the severity of the patient's documented illness and must be reasonable in terms of modality, amount, frequency, and duration of treatment. The treatment must be generally accepted by the professional community as safe and effective for the purpose used, and recognized standards of care should not be violated.

There must be a specific written order by the physician for all respiratory care (respiratory therapy) services.

ICD-10 Codes that Support Medical Necessity **Group 1 Paragraph:** N/A

Group 1 Codes:

ICD-10 Codes	Description
A15.0	Tuberculosis of lung
A15.5	Tuberculosis of larynx, trachea and bronchus
A15.6	Tuberculous pleurisy
A15.7	Primary respiratory tuberculosis
A15.8	Other respiratory tuberculosis
A20.2	Pneumonic plague
A20.7	Septicemic plague
A22.1	Pulmonary anthrax
A31.0	Pulmonary mycobacterial infection
A36.2	Laryngeal diphtheria
A37.00	Whooping cough due to Bordetella pertussis without pneumonia
A37.01	Whooping cough due to Bordetella pertussis with pneumonia
A37.10	Whooping cough due to Bordetella parapertussis without pneumonia
A37.11	Whooping cough due to Bordetella parapertussis with pneumonia

749 explicitly supported ICD-10 codes

Codes that DO NOT Support Med Nec: = 0



Local Coverage Determination (LCD): Respiratory Care (Respiratory Therapy) (L34149)

http://bit.ly/ZHSG-RT-LCD

Your Rehab Department Should be Ready to Roll...

Therapy Considerations

- In-House v. Outsource v. "Hybrid"
- Mgt. Support, Compliance, Shared Risk, Value-add
- Efficiencies (Concurrent & Group)
- Clinical Competencies
- Staffing
- Cost Certainty
- Nursing Burden
- RNP / Activity Extensions
- Benchmarking & Outcomes







PDPM Therapy Contract Terms

- PDPM upsets CTC-SNF incentive-alignment
 - Goals: Min. \$ conflict, add value, share risk, cost certainty
- Never Event: Pricing on % of PT/OT/ST rate
 - Inverse GG \$ (PT/OT)
 - PT/OT category \$ variability; SLP profiles
 - Preferred structure: Fixed PPD subject to reconciliation
- Target based on historical
- Indemnity
- Managed Care & ISNP considerations



"Gestalt" Therapy:

Branded, adjunct, coordinated programs; may also include non-traditional modalities: Chiropractic, massage, acupuncture.

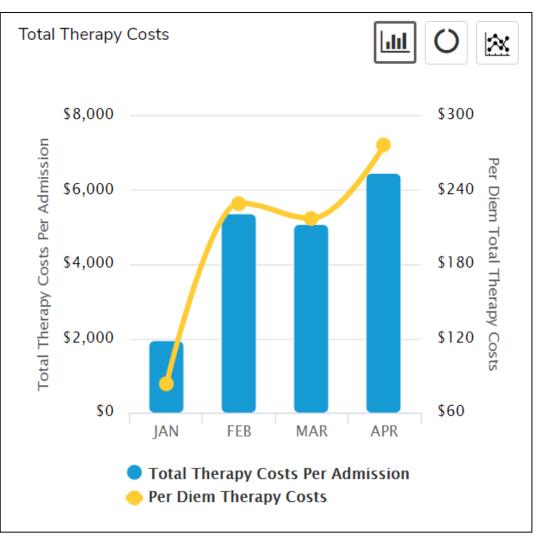
Goal: cost-effective, improved outcomes & patient satisfaction.

Therapy: Efficiency & Benchmarking





CORE Analytics www.zcoreanalytics.com



Outsourcing & "Micro-Outsourcing"



- Therapy, billing, compliance, cost reporting have long been commonly outsourced SNF services
- Remote access has created new possibilities
- "Boutique" services specific to a single \$ driver
- Fees often PPD
- Capture ratios benchmarked to calculate ROI from baseline
- Compliance concerns (addressed later)



Emerging PDPM Micro-Outsourcing "Solutions"

- Respiratory Therapy (management)
- Depression / Cognition
- Dietary / Nutrition
- Diagnosis Coding
- Case Management
- Admission & IPA monitoring
- Appeals Management

Transition & October "Assess-athon"



- No phase-in: RUG-IV ends 9/30/19 PDPM billing begins 10/1/19
- IPA with ARD no later than 10/7/19 required for all Part A patients inhouse 9/30/19; otherwise late penalties apply
- 10/1/19 = Day 1 of VPDA schedule, even if stay began earlier
- Assessment burden modeling
- Treatment and documentation protocols fully operational by 9/25
- WHAT DOES THIS MEAN FOR CMI???

Transition: No transition, phase-in or hold harmless period

- RUG-IV billing ends 9/30/19 PDPM billing begins 10/1/19
- IPA with ARD no later than 10/7/19 required for all Part A patients inhouse 9/30/19; otherwise late penalties apply.
- 10/1/19 = Day 1 of VPDA schedule, even if stay began earlier.

· CMI:

- Strategies will differ by state
 - Full-house or Medicaid only?
 - Medicare "Discharge" assessments used for CMI?
 - RUG-IV considerations for PDPM

Systems should be in place to manage (the \$\$\$)

Initial & Interim Assessments



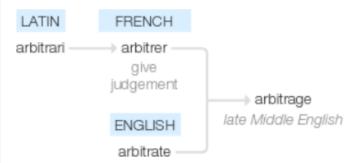
 the simultaneous buying and selling of securities, currency, or commodities in different markets or in derivative forms in order to take advantage of differing prices for the same asset.
 "profitable arbitrage opportunities"

verb

verb: **arbitrage**; 3rd person present: **arbitrages**; past tense: **arbitraged**; past participle: **arbitraged**; gerund or present participle: **arbitraging**

 buy and sell assets using arbitrage.
 "much of the short selling was being done by people who were arbitraging between the bond and the equity market"

Origin



late Middle English (originally denoting the exercise of individual judgement): from French, from *arbitrer* 'give judgement', from Latin *arbitrari* (see arbitrate). The current sense dates from the late 19th century.

Reimbursement Arbitrage

To IPA or Not to IPA

- Patient admitted with Diabetes (with daily insulin injections & order changes) and Wound Infection
- Mechanically Altered Diet & "Sad" upon admission
- After 3 weeks: Function & Mood improve; Mechanically Altered Diet withdrawn; No recent insulin order changes; Infection not resolved - IV meds begin day 21

Resident	Room Bed	Alert	
DAGGY, ROSE	64-D	Possible IPA for an increase of \$68.73 per day.	
ALANIZ, ALISON	61-D	Possible IPA for an increase of \$61.82 per day.	
BOLLEN, LAVINIA	31-W	Possible IPA for an increase of \$116.51 per day.	
CLUTE, SANDEE	27-W	Possible IPA for an increase of \$297.11 per day.	
BERNIE. ABBEY	04-D	Possible IPA for an increase of \$95.17 per day.	





Initial Assessment

IPA	
------------	--

PDPM Composite Rate			648.91
COMPONENT	Code / Score	PPD D	Day 21 - 27
PT / OT Component		\$	166.01
Medical Mgt.; 6-9	TJ		
SLP Component		\$	41.55
None, Either, SB	SB		
Nursing Component		\$	238.87
AIDS Dx: No	HBC2		
NTA Component		\$	107.00
Points: 4	ND		
Non-Case Mix Component		\$	95.48

PDPM Composite Rate			634.46
COMPONENT	Code / Score	PPD D	Day 21 - 27
PT / OT Component		\$	177.02
Medical Mgt.;10-23	TK		
SLP Component		\$	15.52
None, Neither, SA	SA		
Nursing Component		\$	142.90
AIDS Dx: No	CBC1		
NTA Component		\$	203.54
Points: 9	NB		
Non-Case Mix Component		\$	95.48

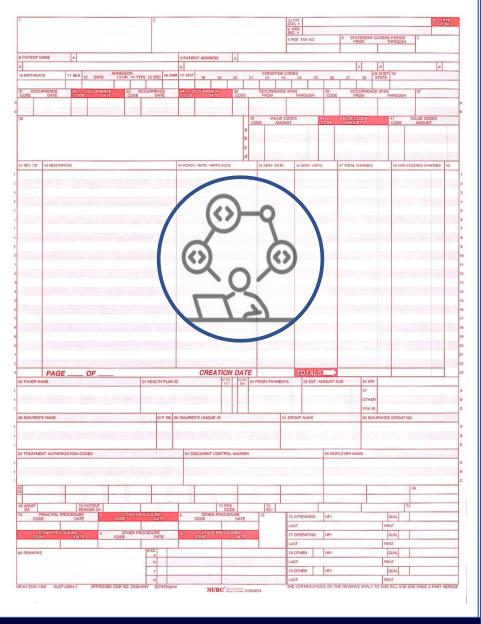
Unweight Urban rates; 2020 Rule

Triple-Check meets "Logic-Check"

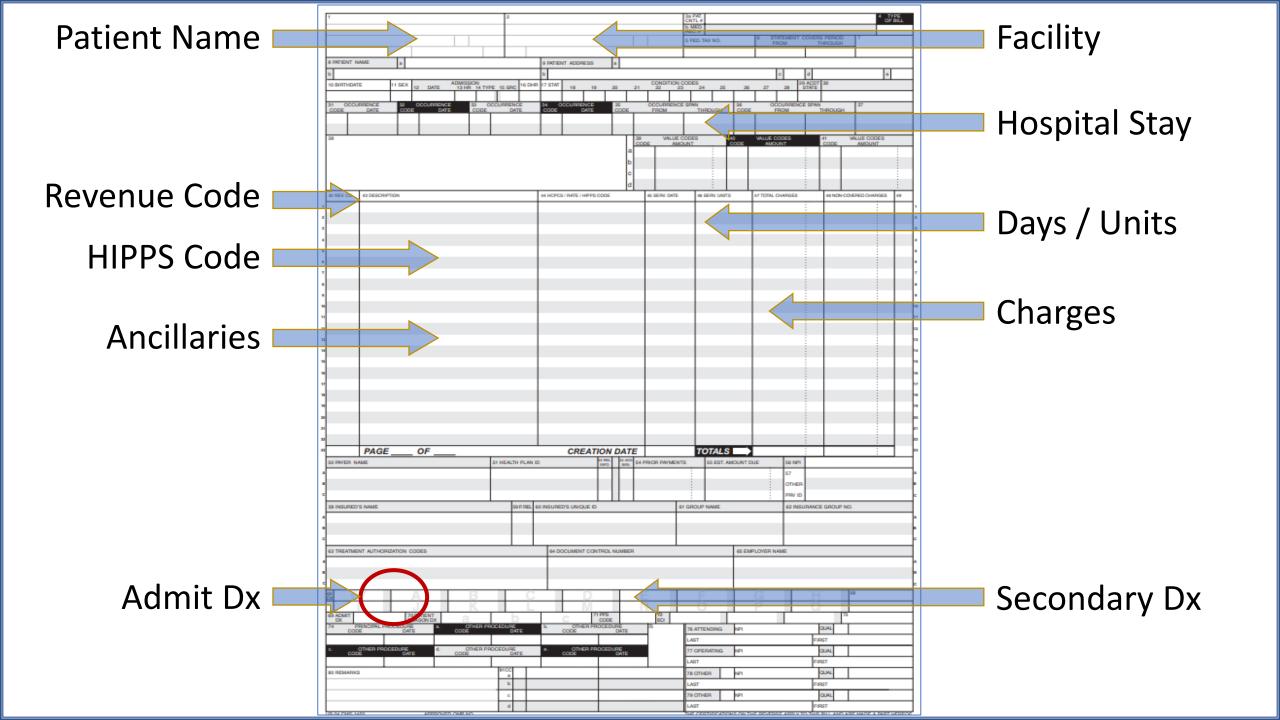
Absent CMS billing edits, Logic Tests identify "Composite score" combinations that are mutually exclusive, inconsistent or statistically improbable

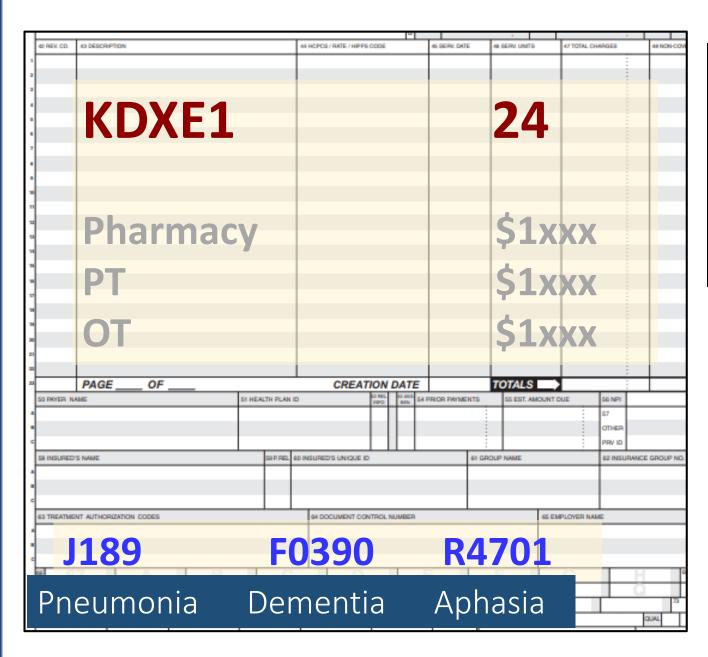
UB-04 Reimbursement Logic Tests

- Limited "Billing Edits"
- Rethinking "Triple Check"
- 28,800 component combinations
 - Many are mutually exclusive
- Explicit v. Implicit
- Statistical Probability / False Positives
- "Last line of defense"
- Modifications / Corrections









	HIPPS	Case Mix Group			
PT/OT	K	TK	Med Mgt	10 - 23	
SLP	D	SD	One, Neither		
Nursing	Χ		6 - 14		
NTA	Е	NE	1 - 2		
MDS	1	PPS Initial			

EXPLICIT

Pneumonia: CBC1

PROBABLE

Aphasia or Cognition (any two?)

Aphasia: M.A.D.; Either

JUSTIFIABLE?

Pneumonia: Resp Tx HBC1



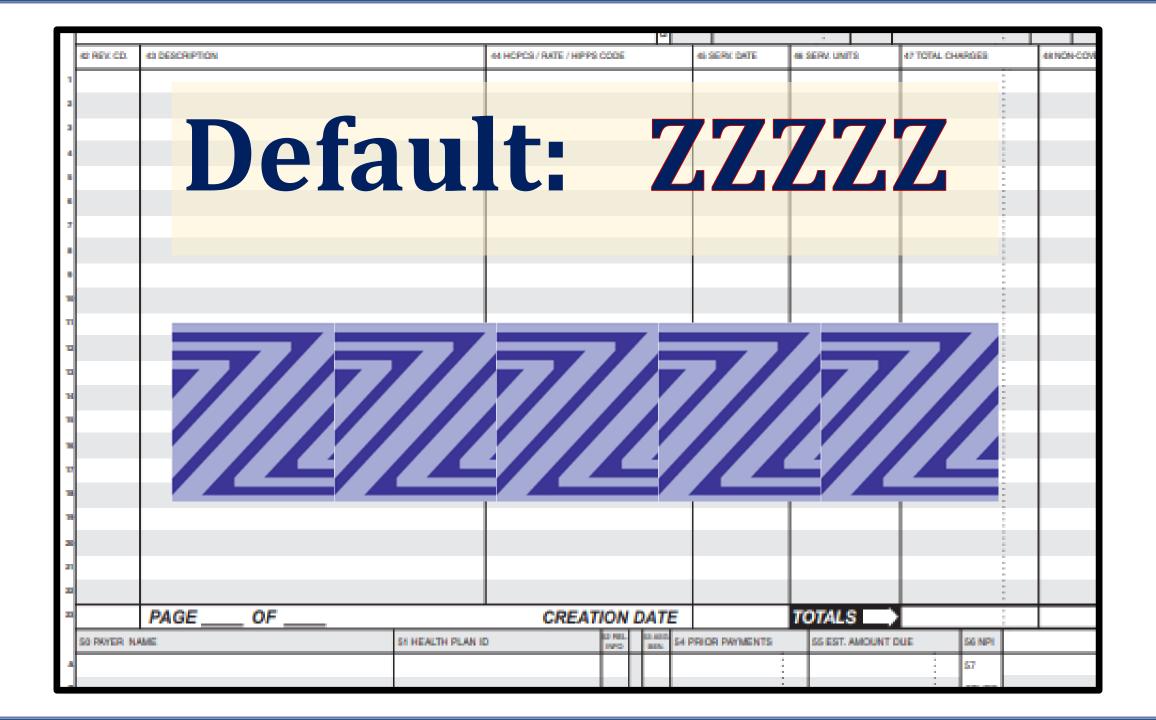
PDPM Composite	\$503.78		
COMPONENT	SCORE	DAY	RATE PPD
PT / OT Component			\$179.43
Medical Mgt.;10-23	TK	1 - 20	
SLP Component			\$33.11
Any One, Neither, SD	SD		
Nursing Component			\$119.69
AIDS Dx: No	PBC1		
NTA Component			\$76.71
Points: 1	NE	4 - 100	
Non-Case Mix Compon	ent		\$94.84

PDPM Composite	\$557.78		
COMPONENT	SCORE	DAY	RATE PPD
PT / OT Component			\$179.43
Medical Mgt.;10-23	TK	1 - 20	
SLP Component			\$64.86
Any Two, Either, SH	SH		
Nursing Component			\$141.93
AIDS Dx: No	CBC1		
NTA Component	***************************************		\$76.71
Points: 1	NE	4 - 100	
Non-Case Mix Compo	\$94.84		



Date Range: 10	/01/2019 🛗 to	0 10/31/2019	D X					Prok	pability: High	Medium 1	Low 4
Resident 1	Admit †, Date	Logic Test Trigger(s)	Rate 14 Component	Billed Score	Issue/Explanation 1	Potential f	Days †	Total t ↓	Assessment Type	tı Resolution tı	
Allen, Michael	10/05/2019	M9701XD	PT / OT	J	Primary dx supports major joint rep / spinal surgery category	В	27	\$857	5-day	Issue Corrected	▼
• Ellen, Paige	10/15/2019	E11621, G35	NTA	F	Diabetes and Multiple Sclerosis dx coded (4 NTA points)	D	15	\$1,218	5-day	Issue Corrected	▼
 Jones, Richard 	10/01/2019	J441, J449	Nursing	Х	COPD dx reported - review for shortness of breath while lying flat	G	31	\$2,759	5-day	IPA Initiated	▼ •
 Klein, Matthew 	10/02/2019	F039, R1310	SLP	А	Dementia and Dysphagia dx coded	Н	30	\$1,710	5-day	Issue Corrected	▼
 Stevens, Wilma 	10/20/2019	IV Medications	Nursing	Υ	IV Medications reported	Q	12	\$420	5-day	Issue Corrected	▼
• Stevens, Wilma	10/20/2019	IV Medications	NTA	Е	IV Medications reported	D	12	\$633	IPA	IPA Initiated	v •





Anyone else interested in your Reimbursement?

SNF Value-Proposition



- Episodic metrics: Re-hospitalization, ALOS, average PPD
- Alternative Payment Models
 - ACOs, Bundle Conveners: Rate Variation Analysis
- Variable PDPM Episodic Spend within markets
- Incentives for higher acuity (higher Re-H?)
- Medicare Advantage & the ISNP Equation
- "Ultra Short-Term"
- Hospital-based SNFs / TCUs

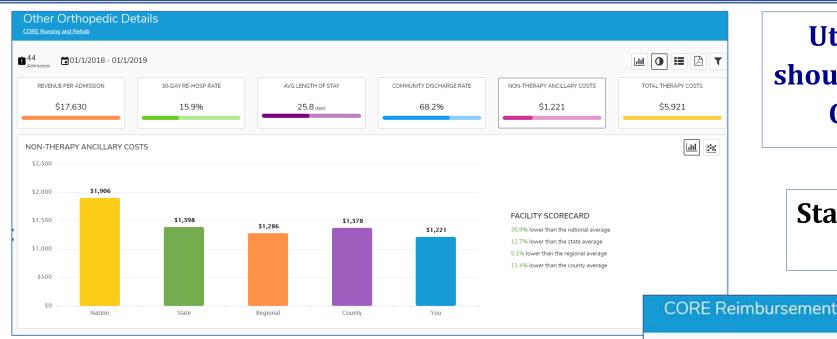


Technology Considerations



- "Technology Fatigue" & Return on Investment
- IT integration, "scrubbers" and EMR monitoring
- Specific PDPM functionality:
 - Component \$ offset issues
 - Initial data capture IPA monitoring (gross v. net)
 - Support for emerging outsourced models
 - IT integration, "scrubbers," EMR, billing, vendors...
 - Data Analytics: Referral partner patterns & outcomes
 - Remote Access / Corporate support (multi-facility efficiencies)

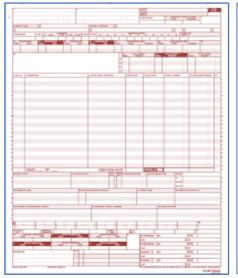


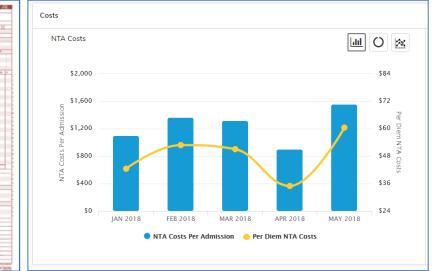


Utilization and expense data should be benchmarked by PDPM Component against peers

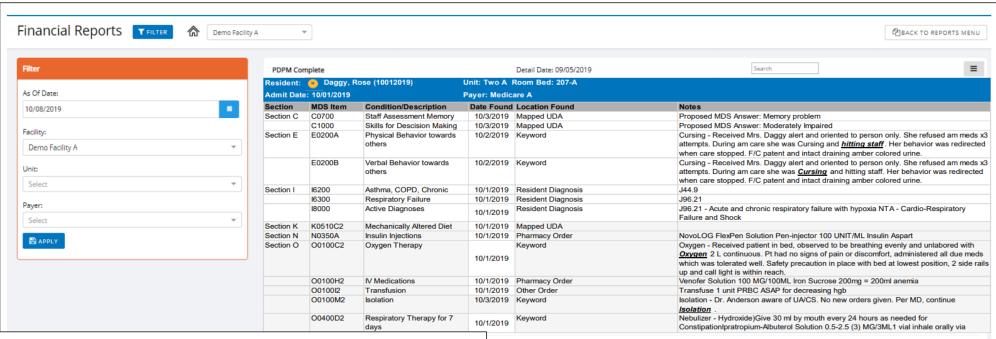
Statistically valid UB-04 "Logic Tests" can reveal lost \$

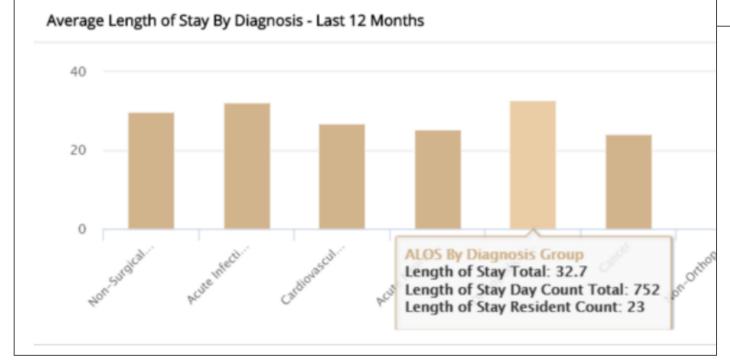
Ancillary (NTA) Expense / Charge data per PDPM category is essential





Baby Boomer Care Center Reporting Period: November 2018 Service Resident Issue/Explanation Days Total Resolution Score Date Medical Management Smith, A. 10/27/2018 Issue Corrected captured, but Dx Z96.6 (aftercare Joint Replacement) reported on UB Dysphasia Dx (R47) and 11/04/2018 Jones, K. Issue Corrected Dementia Dx (F03.9) reported on Field 67 of UB Ellen, P. 11/10/2018 Diabetes Mellitus Dx on Pending Field 67 of UB = 2 NTA points but 0 captured Stevens, W. 10/29/2018 IV med charges on UB: Issue Corrected NTA = 3. IV = 5 points omitted. Stevens, W PDE1 10/29/2018 IV med charges on UB but Pending not reflected in Nursing component







Compliance & Potential Audit Focus Areas



- Clinical Eligibility (7 days Nursing, 5 Tx)
- No therapy "levels" to audit R&N
- Documentation must support all drivers
 - Nursing RUG drivers and "end splits"
 - Speech profiles
 - Function score / Variance from Section G
 - ICD-10 assignment or omission
 - NTA drivers: Medical necessity of administration; active Dx
- IPA policies, trends, consistency and justification



New Compliance Concerns



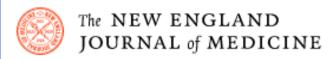
- New Professionals (& risk) on the Reimbursement team
 - Physicians
 - Medication admin.
 - Primary for skilled care
 - Dietician
 - Respiratory Therapy
 - Depression
 - Active Diagnosis

- PUF data & aberrant billing trends
 - How will they be identified?
 - What will they mean?
 - Will score changes reset Composite?
 - Who is most at risk?

Legal / Liability Issues



- Excess therapy v. rationing
 - Changes in treatment patterns
 - Implications post-discharge
- Indemnity
- "Expected" hours
- 5-Star
- Quality Reporting
- Capture & Care Planning



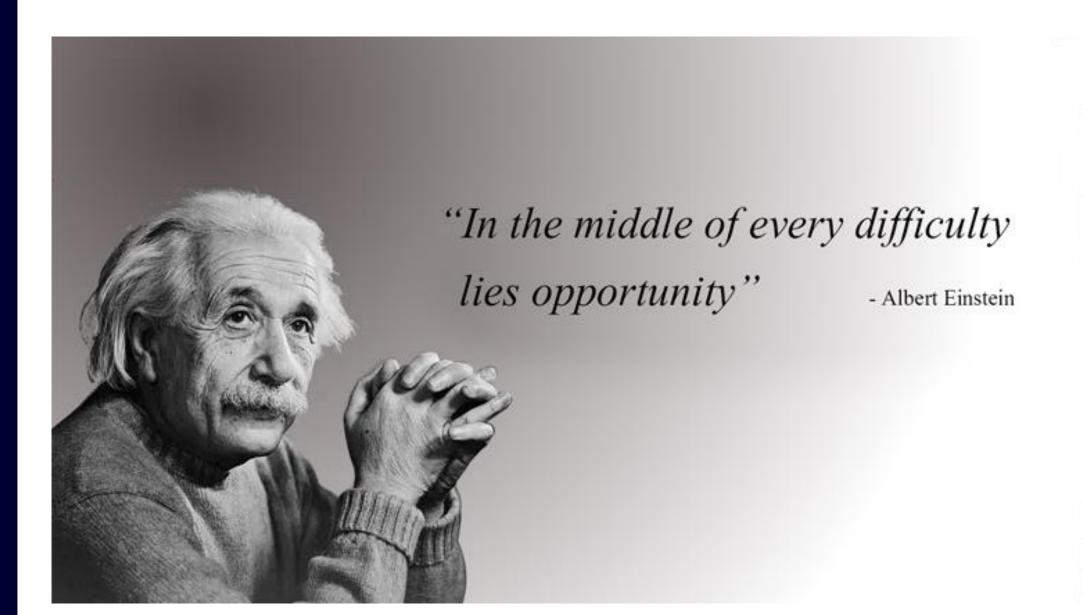
Perspective

Rehabbed to Death

Lynn A. Flint, M.D., Daniel J. David, R.N., Ph.D., and Alexander K. Smith, M.D., M.P.H.

Comments open through February 6, 2019

s. P. WAS AN 87-YEAR-OLD WOMAN WITH MODERATE DEMENTIA WHO LIVED alone in an apartment before being admitted to the hospital with pneumonia. During her hospitalization, she became deconditioned and could no longer walk without assistance. Friends and family were unable to provide the amount of help she needed to live safely at home, so she was transitioned to a nursing home for post-acute care, paid for by Medicare. She then developed diarrhea, however, and was readmitted to the hospital with a Clostridium difficile infection. She was transferred back to the nursing home for more rehabilitation, only to develop delirium, which led to a fall and a readmission. Shortly after Ms. P.'s third transfer to the nursing home, the 100 days of skilled nursing facility—based post-acute care covered by Medicare ended. She continued to need help with



Your Behavior Today Will Impact Your Tomorrow

- Changes in MDS coding practices
- Over/Under coding of key payment/regulatory drivers
- Significant cut/change in therapy practices
- Over or no use of IPA
- Vendors: Under Arrangement and Under Agreement

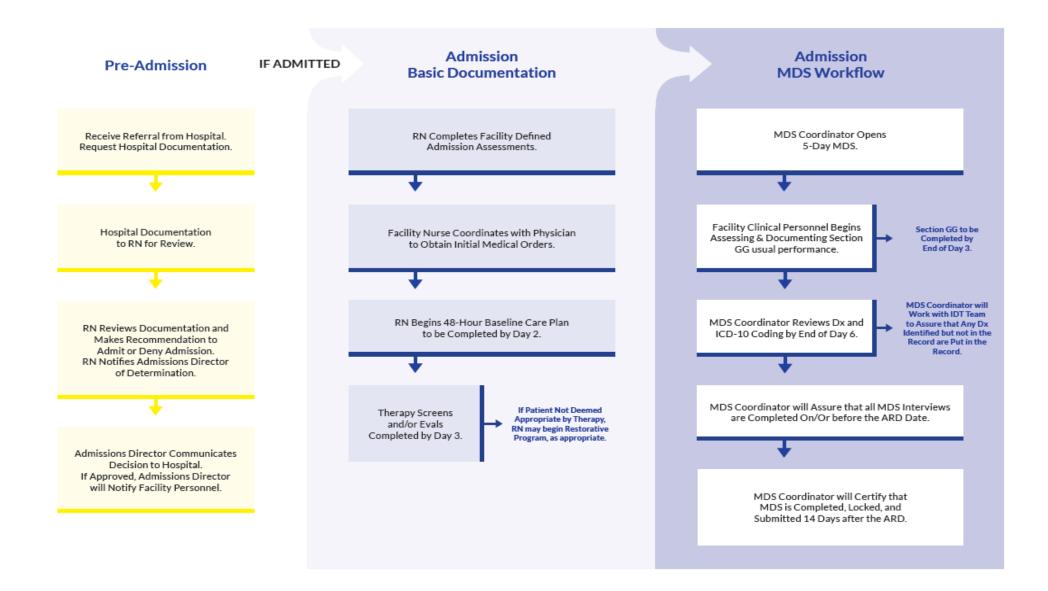


Medical Review and Data Monitoring (cont. 1)

- Given the more holistic style of care emphasized under PDPM, program integrity and data monitoring efforts will also be more comprehensive and broad.
- For program integrity, we expect provider risk will be more easily mitigated to the extent that reviews focus on more clearly defined aspects of payment, such as documentation supporting patient diagnoses and assessment coding.
 - If the provider codes that the patient's/resident's primary diagnosis is a major joint replacement, then the reviewer should be able to verify that the patient/resident received a major joint replacement.



PDPM Workflow Process



Preadmission Items

- Hospital Medical Record (ID, ENT, Ortho, Neuro, LOS, etc.)
- Hospital Diagnoses vs Post Acute Skilled Care
- IV Fluid Administration Record
 - Capture for Nursing Component (Special Care High)
- Cognition, Moods, Nutrition



PDPM Huddle

- Review of All Medicare Admissions by day 3/4 of Medicare stay to "set" ARD, review doc./assessments completed by IDT
 - Determine the PDPM Component Scores:
 - PT/OT Component (TA-TP)
 - SLP Component (SA-SL)
 - Nursing RUG (ES3-PA1)
 - NTA Component (NA-NF)
- Documentation of diagnoses, treatments, monitoring and evidence of Daily Skilled Care Services



Postadmission Assessments

- Interdisciplinary team assessments
- MD History & Physical
- Nursing admission assessment
- Social Service/Psychology assessments
- Speech language pathology screen/evaluation
- Dietary assessments
- Therapy Department assessments





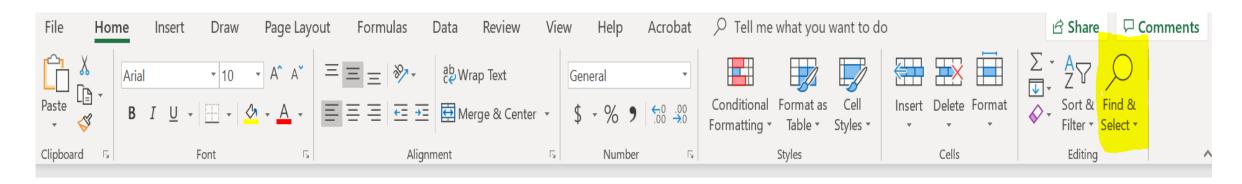
Section I Coding

- Item I0020 (indicate the resident's primary medical condition category)
 - No direct impact on patient classification under PDPM.
- Serve as a gateway question to reach the I002B
 - The ICD-10 Clinical Category Crosswalk will convert the ICD-10 code captured in I0020B into one of the 10 PDPM primary clinical categories
- Not all diagnoses are considered valid primary diagnoses for the SNF stay,"
 Invalid primary diagnoses are listed as "return to provider" in the ICD-10
 Clinical Category Crosswalk



Searching the CMS Mapping Tools

*Note that decimals are not used in the ICD-10 codes on the Mapping Tools

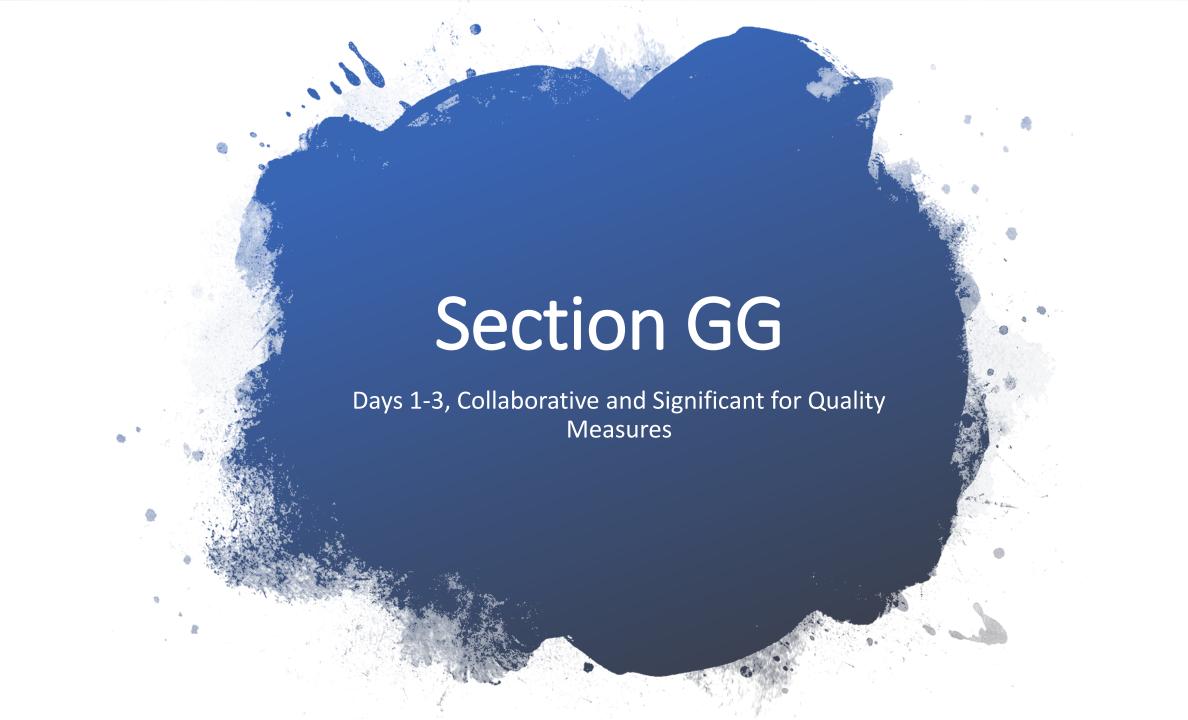


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		F <u>i</u> nd All	<u>F</u> ind Next	Close	

PT/OT Component

- Selecting Primary Dx (Section I)
 - Surgical Procedures driving care
 - Capture of Acute Neurologic diagnosis when appropriate
 - Use of CMS Clinical Mapping Tool to code primary
- Capture and Coding of Section GG first 3 days
 - Collaboration between Nursing & Therapy
 - Score/code for Oral Hygiene and Walking Section GG





Section GG Function Score

	Section GG Item	Score
GG0130A1	Self-care: Eating	0 - 4
GG0130B1	Self-care: Oral Hygiene	0 - 4
GG0130C1	Self-care: Toileting Hygiene	0 - 4
GG0170B1	Mobility: Sit to lying	0 A (average of 2 items)
GG0170C1	Mobility: Lying to sitting on side of be	d 0 - 4 (average of 2 items)
GG0170D1	Mobility: Sit to stand	
GG0170E1	Mobility: Chair / bed-to-chair transfer	0 - 4 (average of 3 items)
GG0170F1	Mobility: Toilet transfer	
GG0170J1	Mobility: Walk 50 feet with 2 turns	0 A (average of 2 items)
GG0170K1	Mobility: Walk 150 feet	0 - 4 (average of 2 items)

PT / OT Function Score Construction

	Response	Score
05, 06	Set-up assistance, Independent	4
04	Supervision or touching assistance	3
03	Partial / moderate assistance	2
02	Substantial / maximal assistance	1
01, 07, 09, 88	Dependent, Refused, N/A, Not Attempted	0
01, 07, 09, 88	Walking items only: Dependent, Refused, N/A, Not Attempted, Resident Cannot Walk*	0
*Codod base	ad an ragnance to CC0170U1 (Dags the resident u	,all-2)

*Coded based on response to GG0170H1 (Does the resident walk?)

PDPM – GG Offset

Sect	ion GG Item	Coding	Score	
GG0130A1 Self Care:	Eating	Set-up	4	
GG0130B1 Self Care:	Oral Hygiene	Set-up	4*	
GG0130C1 Self Care:	Toileting Hygiene	Refused	0	
GG0170B1 Mobility: GG0170C1 Mobility:	Sit to lying Lying to sitting on side of bed	Sub/Max Assist Sub/Max Assist	1	
GG0170D1 Mobility: GG0170E1 Mobility: GG0170F1 Mobility:	Sit to stand Chair/bed-to-chair transfer Toilet transfer	Sub/Max Assist Sub/Max Assist Refused	1	
GG0170J1 Mobility: GG0170K1 Mobility:	Walk 50 feet with 2 turns Walk 150 feet	Partial/Mod Assist Partial/Mod Assist	2*	
PT/OT Function Score: 12		Nursing Function Score	e: 6	
TK	X: \$175.23	CBC1: \$138.64		
		Total: \$313.87		

PDPM – The Good

Secti	on GG Item	Coding	Score
GG0130A1 Self Care:	Eating	Supervision	3
GG0130B1 Self Care:	Oral Hygiene	Set-up	4*
GG0130C1 Self Care:	Toileting Hygiene	Refused	0
GG0170B1 Mobility: GG0170C1 Mobility:	Sit to lying Lying to sitting on side of bed	Sub/Max Assist Sub/Max Assist	1
GG0170D1 Mobility: GG0170E1 Mobility: GG0170F1 Mobility:	Sit to stand Chair/bed-to-chair transfer Toilet transfer	Sub/Max Assist Sub/Max Assist Refused	1
GG0170J1 Mobility: GG0170K1 Mobility:	Walk 50 feet with 2 turns Walk 150 feet	Partial/Mod Assist Partial/Mod Assist	2*
PT/OT Fur	nction Score: 11	Nursing Function Score	e: 5
TK	: \$175.23	CBC1: \$167.60	
		Total: \$342.83	

PDPM - The Bad

Sect	ion GG Item	Coding	Score
GG0130A1 Self Care:	Eating	Supervision	4
GG0130B1 Self Care:	Oral Hygiene	Set-up	0*
GG0130C1 Self Care:	Toileting Hygiene	Refused	0
GG0170B1 Mobility: GG0170C1 Mobility:	Sit to lying Lying to sitting on side of bed	Sub/Max Assist Sub/Max Assist	1
GG0170D1 Mobility: GG0170E1 Mobility: GG0170F1 Mobility:	Sit to stand Chair/bed-to-chair transfer Toilet transfer	Sub/Max Assist Sub/Max Assist Refused	1
GG0170J1 Mobility: GG0170K1 Mobility:	Walk 50 feet with 2 turns Walk 150 feet	Partial/Mod Assist Partial/Mod Assist	0*
PT/OT Fu	unction Score: 6	Nursing Function Score	e: 6
TK	: \$163.78	CBC1: \$138.64	
		Total: \$302.42	

SLP Component

- Acute Neuro Dx or Other
- Timing and interview skills for BIMS (Section C)
 - Who is responsible?
- Assessment of Swallowing & Chewing Disorders Section K100
- Documentation of SLP Related Comorbidities



Cognitive Impairment and the SLP Component

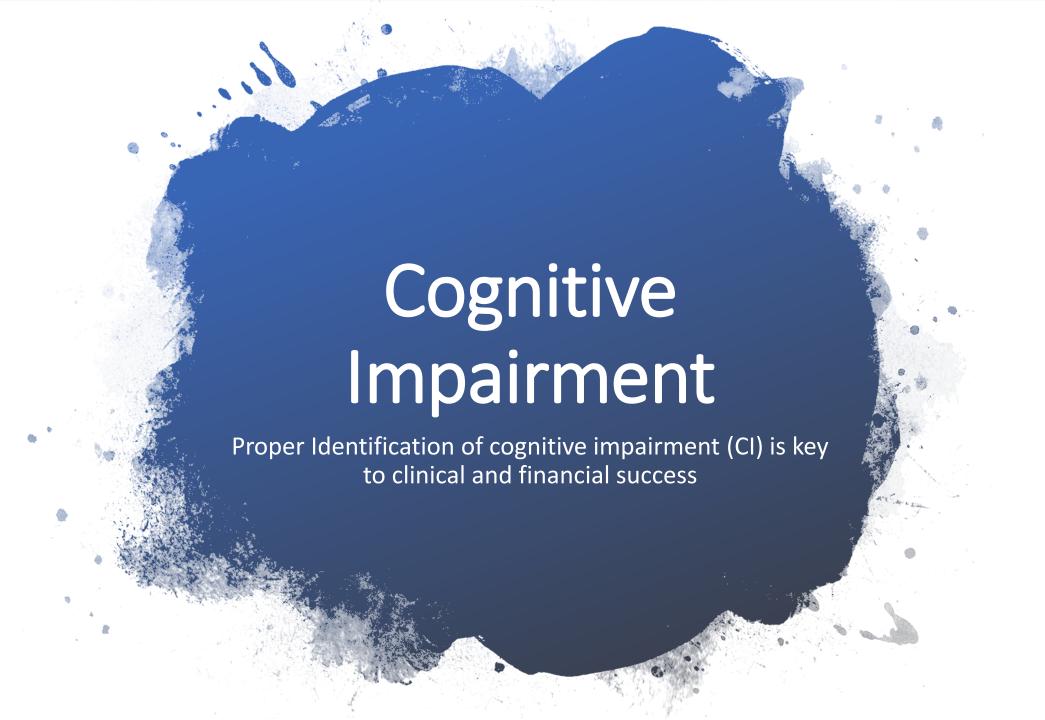
- PDPM Cognitive Score based on Cognitive Function Scale
 (CFS) which combines BIMS and CPS into one scale used to
- Triggered by any level on CFS except Cognitively Intact

compare the cog. function across all patients

- PDPM Classification requires all items be completed.
- Either BIMS or CPS necessary to classify under the SLP component

PDPM Cognitive Meas	ure Classification	Methodology
Cognitive Level	BIMS Score	CPS Score
Cogntively Intact	13 - 15	0
Mildly Impaired	8 - 12	1 - 2
Moderately Impaired	0 - 7	3 - 4
Severely Imparied	-	5 - 6





What Does the Professional Literature Suggest?

- CI higher risk of death in hospital, longer ALOS, as well as outcomes such as delirium, falls, dehydration, reduction in nutritional status, etc.
 - Int J Geriatr Psychiatry. 2018 Sep; 33(9): 1177–1197
- ER use significantly increases with dementia
 - JAMDA 17 (2016) 541-546
 - Dementia severity does not have a significant influence on ED utilization or rate of admission to the hospital
- Severe sepsis in hospitalization proxy for CI, shorter survival
 - Study points to goals upon admission
 - Society of Critical Care Medicine and Wolters Kluwer Health, Inc.

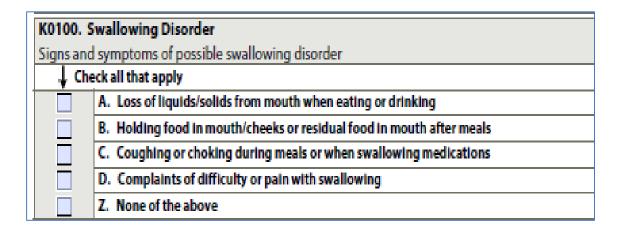


Section K0100 – Swallowing Disorder

Any swallowing problem noted in the ARD 7-day look-back period should be captured here in section K0100

Refer to:

- Nursing notes
- Speech Therapist Notes
- Patient, family or caregiver information
- Hospital records





Section K0150 - Nutritional Approaches

A mechanically altered diet is specifically prepared to alter the texture or consistency of food to facilitate intake.

Examples include:

- Soft solids
- Pureed foods
- Ground meat
- Thickened liquids

K0510. Nutritional Approaches		
Check all of the following nutritional approaches that were performed during the last 7 days		
 While NOT a Resident Performed while NOT a resident of this facility and within the last 7 days. Only check column 1 if resident entered (admission or reentry) IN THE LAST 7 DAYS. If resident last entered 7 or more days ago, leave column 1 blank While a Resident 	1. While NOT a Resident	2. While a Resident
Performed while a resident of this facility and within the last 7 days	↓ Check all	that apply 🗸
A. Parenteral/IV feeding		
B. Feeding tube - nasogastric or abdominal (PEG)		
C. Mechanically altered diet - require change in texture of food or liquids (e.g., pureed food, thickened liquids)		*
D. Therapeutic diet (e.g., low salt, diabetic, low cholesterol)		
Z. None of the above		



Nursing Component

- Review of all current Dx requiring care, medications, treatments, monitoring
 - Documentation of SOB while lying flat (Special Care High with COPD)
 - Skin treatments and conditions
 - Documentation to support capture of Respiratory Therapy treatments
 - Timing of interview and capture of Signs of Depression



	PDPM CATEGORY with corresponding MDS Section					Function Score: GG	Secondary End Split	RUG	CMI
	EXTENSIVE SERVICES							Urba	n Set
Tracheostomy care	O0100E	AND		Ventilator / Respirator	00100F	0 - 14	Not Used	ES3	4.06
Tracheostomy care	O0100E	OR -		Ventilator / Respirator	00100F	0 - 14	Not Used	ES2	3.07
Isolation for active infect	Isolation for active infectious disease 00100M					0 - 14	Not Used	ES1	2.93
SPE	CIAL CA	RE HIGH (any on	e of these i	s a qualifier)					
Comatose (fully dep)	B0100	Fever with one of:	J1550A	Parenteral/IV feedings	K0510A	0 - 5	Depression	HDE2	2.40
Septicemia	I2100	Pneumonia	I2000	Respiratory Tx, 7 days	00400D	0 - 5		HDE1	1.99
Diabetes with:	I2900	Vomiting	J1550B	COPD with:	_ I6200	6 - 14	Depression	HBC2	2.24
Daily insulin inj. &	N0300A	Feeding Tube	K0510B	Shortness of breath when lying flat	J1100C	6 - 14		HBC1	1.86
Insulin order change	N0350B	Weight loss	К0300	Quad as prim. (GG <12)	I5100	Depressi	on = MDS Section	on D PHQ	



SPE	CIAL CA	RE LOW (any one o	f these is	a qualifier)					
Cerebral Palsy (GG < 12)	I4400	Pressure Ulcers w/ Tx:		Radiation therapy^	00100B2	0 - 5	Depression	LDE2	2.08
Multiple Scler (GG < 12)	I5200	> 1 Stage II	М0300В	Resp failure & Oxy Tx^	I6300, O0100C2	0 - 5		LDE1	1.73
Parkinson's (GG < 12)	I5300	Any Stage III/IV	M0300C,D	Dialysis^	O0100J2	6 - 14	Depression	LBC2	1.72
Foot infection	M1040A	2 or more skin Tx w/:	M1200	Diabetic Foot Ulcer	M1040B	6 - 14		LBC1	1.43
Feeding tube *	K0510B	>1 ven/art ulcers; or	M1030	Foot lesions w/ Tx	M1040C; M1200I				
* = calories ≥ 51% or		1 Stage 2 pres ulcer &	M0300B	^ = while a resident					
26-50% & & fluid ≥ 501cc	•	1 venous/arterial ulcei	M1030	Depression = MDS Sect	ion D PHQ				
CLIN	ICALLY (COMPLEX (any one	of these	is a qualifier)					
Extensive Services	s, Special Ca	re High or Special Care Low	qualifier wi	th GG Function Score = 15	- 16	0 - 5	Depression	CDE2	1.87
Pneumonia	I2000	Chemotherapy^	00100A2	Burns	M1040F	0 - 5		CDE1	1.62
Hemi-plegia/paresis*	I4900	IV medications^	О0100Н2	* = GG score < 12		6 - 14	Depression	CBC2	1.55
Surgical wounds**	M1040E	Transfusions^	0010012	** = with treatment		15 - 16	Depression	CA2	1.09
Open lesions**	M1040D	Oxygen therapy^	00100C2	^ = while a resident		6 - 14		CBC1	1.34
				Depression = MDS Sect	ion D PHQ	15 - 16		CA1	0.94

BEHAV	BEHAVIORS & COGNITIVE PERFORMANCE							
Cognitive impairment BIMS score ≤ 9	or CPS ≥ 3 OR		Sections B, C, E		11 - 16	RNP	BAB2	1.04
Hallucinations or delusions E0100 C	R Physical or verbal beh	avioral sympto	GG < 11, go to Physical	scores	11 - 16		BAB1	0.99
toward others, Other behavioral sym	toward others, Other behavioral symptoms, Rejection of care, or Wandering E0800, E0900							
P	PHYSICAL FUNCTION REDUCED							
No other qualifiers; F	No other qualifiers; Restorative Nursing Programs (RNPs); 2 or more 6+ days/wk					RNP	PDE2	1.57
Urinary and/or bowel toileting	H0200C, H0500	Walking trair	ning	00500F	0 - 5		PDE1	1.47
Passive and/or Active ROM	00500 A,B	Dressing and	or grooming training	00500G	6 - 14	RNP	PBC2	1.22
Splint or brace assistance	00500C	Eating and/o	Eating and/or swallowing training 00500H		15 - 16	RNP	PA2	0.71
Bed mobility training	00500D	Amputation/	prostheses care	005001	6 - 14		PBC1	1.13
Transfer training	00500E	Communicat	ion training	O0500J	15 - 16		PA1	0.66

Moods and Signs of Depression Proper Identification of Moods is key to clinical and financial success

MDS Section D – Mood and PDPM

- Depression has a significant impact on three of the Nursing component RUGs in PDPM:
 - Special Care High / Low
 - Clinically Complex
- D0200 (PHQ-9/Resident Mood Interview) or D0500 (PHQ-9-OV/Staff Assessment of Mood)
- A score of 10 or above triggers the Depression end-split
- Depression end-split under PDPM can be \$16-\$43.73/day*



What Does the Professional Literature Suggest?

- Testing the PHQ-9 interview and observational versions (PHQ-9 OV) for MDS 3.0
 - PHQ-9 and PHQ-9 OV very high correlations with industry standards, and superior to MDS 2.0
 - J Am Med Dir Assoc. 2012 Sep;13(7):618-25
 - "Nurse Researcher" vs "Reality Nurse"
- Measurement validity of the Patient-Health Questionnaire-9 in US nursing home residents
 - The validity of the PHQ-9 OV should be examined further with a structured psychiatric interview as a stronger criterion standard
 - Int J Geriatr Psychiatry. 2019 May;34(5):700-708



Depression is a Lynchpin to Success

Proper assessment and treatment (and documentation) of depression on
 5-Day MDS is essential for superior clinical outcomes

2. Caring for depression is costly and challenges many care outcomes

3. Can increase reimbursement by \$43 PPD, \$870 during the first 20 days



Non-Therapy Ancillary Component

- Review of all consults, diagnoses, labs and treatments
 - Diabetes Mellitus and COPD
 - Capture of Malnutrition (MDS Section I5600)
 - Capture of Acute/Chronic Respiratory Distress Dx Codes
 - Capture of Multi-drug Resistant Organisms (MDS Section I1700)
 - Complication of Implanted Devices (become familiar with this list)
 - $_{\circ}$ Morbid Obesity (BMI ≥ 40, or ≥35 + HTN/DM)
 - Pulmonary Fibrosis and Other Chronic Lung Disorders



PDPM Assessment Schedule

Assessment Reference Date

Days 1 - 8 ("Grace Days" no longer

dictinguished)

Effective Payment

All covered days until Part A discharge

(unless IDA is completed)

third day of "interruption window",

Composite & VPDA continue unchanged

Medicare MDS Type

5-day Scheduled PPS Assessment

(see handout for details)

This is not entire policy – details in

support document

	disting	uisiieuj	(unless IPA is completed)		
Interim Payment Assessment (IPA)		ater than 14 days hange is identified	IPA ARD through Part A discharge (unless another IPA is completed)		
PPS Discharge Assessment		Recent Medicare C) or End Date	N/A		
Variable Per Diem Adjustment PT/OT & NTA \$ decrease as the benefit period progresses		Residents di	rupted Stay Policy scharged from and return NF by 12am of the end of		

Interim Payment Assessment Management

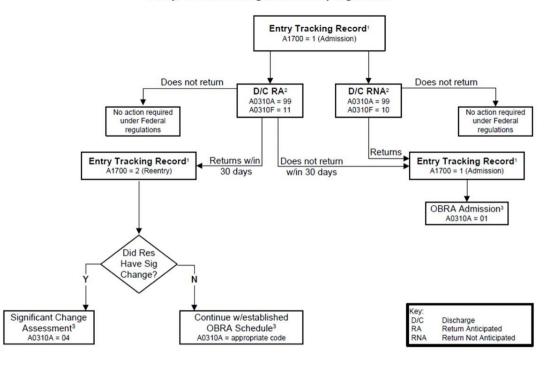
- Optional Assessment where SNFs determine when IPAs are completed to address potential changes in clinical status and what criteria should be used to decide when an IPA is appropriate
 - The ARD will be within 14 days of the triggering event
 - Payment effective date = IPA ARD but will not reset VPDA
 - Effective 10/1/19 in conjunction with PDPM implementation
 - Requires DAILY monitoring for condition changes
 - Remember that Component values may offset others (Net \$ Impact)!



Entry/Discharge/Reentry Algorithm

- Entry, OBRA Discharge, and Reentry Algorithm:
 - A0310C and A0310D were removed from the Entry Tracking Record footnote below the diagram.

Entry, OBRA Discharge, and Reentry Algorithms



1A0310A = 99 A0310B = 99 A0310E = 0 A0310F = 01

²A0310B – E = appropriate code ³A0310B – F = appropriate code

When A1700 = 1, the first OBRA assessment should be an admission assessment unless D/C prior to completion.



PDPM: Operational Imperatives



Target new types of admissions, and take credit for the care we already provide



MDS: Workload & Staffing & Responsibilities



Organizational and Care management from Admission to Discharge

competencies
Policies and Procedures



Using EMR technology integration



Medicare / Assessment Management is a *Team Sport*

- Complex system with diverse players and many moving parts
- Reimbursement management team roles / P&Ps:
 - <u>Playbook</u>: Daily Monitoring, Capture & Documentation
 - Most Improved Player: Admissions
 - Starting New Position: Therapy
 - Rookies: RT, Dietary, Psychology, Coder, Social Services
 - Key Returning Veteran: MDS Coordinator
 - New Coach: Assessment Compliance Coordinator
 - Offensive / Defensive Strategy: Critical Thinking!



Evidence of Daily Skilled Care Care Plan, Orders, Narrative Notes, MAR, TAR

Administrative Presumption of Coverage Under PDPM

- Clinical Eligibility
 automatically
 established through the
 ARD of initial
 assessment
- The following are designated under the presumption

PT & OT:	TA, TB, TC, TD, TE, TF, TG, TJ, TK, TN, TO
SLP:	SC, SE, SF, SH, SI, SJ, SK, SL
Nursing:	Clinically Complex RUG or higher
NTA score:	NA (12+)



What About September?



September 2019

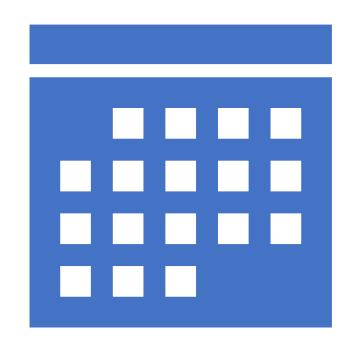
Sunday	Monday	Tuesday	Wednesday	ay Thursday Friday		Saturday	
1	2	3	4	5	6	7	
8	9	10	11	12	13	14	
15	16	17	18	19	20	21	
22	23	24	25	26	27	28	
29	30						

PDPM Transitional IPA Planning

- The MDS PPS schedule must be followed with an assessment completed for a RUGs HIPPS rate for ALL days billed in September 2019 including COT, EOT, etc.
- A Transitional Interim Payment Assessment (IPA) MUST be completed for an PDPM HIPPS rate for all Medicare Part A patients whose stay began before October 1, 2019 and will have billed days in October ARD can ONLY be set for 10/1 /10/7/19 and must be set within this window
- Do NOT wait until 10/1/19 to start planning! OBRA Rules MUST be followed for ALL patients



Admission Date	Option 1	Option 2			
9/23/19 or earlier	Follow RUG protocols including COT, EOT as appropriate				
9/24/2019	Eval & Treat on Day 1 no therapy on weekend unless needed	Eval & Treat on Day 2 provide therapy on Saturday OR Sunday			
9/25/2019	Eval & Treat on Day 1 provide therapy on Saturday OR Sunday	Eval & Treat on Day 2 provide therapy on Saturday AND Sunday			
9/26/2019	Must Eval & Treat on day of admission and then consecutively for 4 days (Saturday AND Sunday) for ARD 9/30/19 to capture Rehab RUG				
9/27 - 9/30/19	Provide therapy at PDPM Protocols				



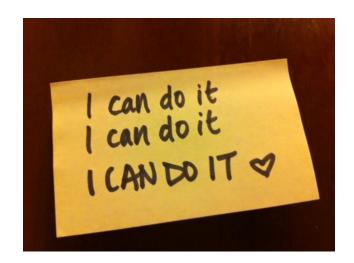
Transitional IPA Planning: What are you trying to capture? Look-back and assessment periods may extend back into September



Transitional IPA ARD	GG Collection Start Date	Earliest BIMS or Cognitive Assessment Completion	Earliest PHQ-9 or Staff Assessment of Mood Completion	IV Fluids Last Administration Date	Pressure Ulcers or Other Skin Issues w/ Treatment	Documentation of Diagnoses	Respiratory Treatments	Restorative Nursing	Earliest Date of MDS Section O Treatments
10/1/19	9/29/19	9/25/19	9/25/19	9/25/19	9/25/19	9/25/19	9/25/19	9/26/19	9/18/19
10/2/19	9/30/19	9/26/19	9/26/19	9/26/19	9/26/19	9/26/19	9/26/19	9/27/19	9/19/19
10/3/19	10/1/19	9/27/19	9/27/19	9/27/19	9/27/19	9/27/19	9/27/19	9/28/19	9/20/19
10/4/19	10/2/19	9/28/19	9/28/19	9/28/19	9/28/19	9/28/19	9/28/19	9/29/19	9/21/19
10/5/19	10/3/19	9/29/19	9/29/19	9/29/19	9/29/19	9/29/19	9/29/19	9/30/19	9/22/19
10/6/19	10/4/19	9/30/19	9/30/19	9/30/19	9/30/19	9/30/19	9/30/19	10/1/19	9/23/19
10/7/19	10/5/19	10/1/19	10/1/19	10/1/19	10/1/19	10/1/19	10/1/19	10/2/19	9/24/19

Final Thoughts on Preparing

- Have your resources ready, ensure consistency!
 - Clinical Eligibility: Chapter 8 of Medicare Benefit Policy Manual
 - https://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/SNFPPS/PDPM.html
- Ensure consistency among all team members
 - (Nurses, Physicians. Psychologists, Coders, Dieticians, etc.)
- Manage and benchmark therapy performance
- Get "plugged in" to the greater provider community
- Evaluate performance every day!
- Have backups! No margin for error





PDPM PRIME

PDPM Prime is a comprehensive, intelligence-driven consulting platform designed to ensure accurate reimbursement and maintain compliance under the Patient Driven Payment Model.

Designed by SNF reimbursement-compliance experts with decades of payment system transition experience.







Medicare Part A SNF Payment Reform

Thank You!!!





September 18, 2019



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