



Hierarchal Condition Categories (HCC) Overview

What are hierarchal condition categories (HCC)?

HCC is a sorting mechanism for chronic conditions that assigns a payment value on care of a patient with that condition.

Hierarchal Category Coding is Medicare's calculated risk score for a patient.

- Risk scoring is an actuarial tool to predict health care costs.
- HCC uses data to calculate a score for each patient that is used to prospectively estimate predicted costs for a Medicare beneficiary during the next year of coverage.
- Takes into account age, gender, and previous year's diagnoses (must re-code every year)

HCC is the ONLY tool Medicare has to understand the acuity of your patient panel.

Scores from a patient's risk categories are additive; the higher the risk score, the more CMS expects the patient to cost and the higher opportunity to capture shared savings.

How to capture and communicate your patient's risks:

Use Annual Wellness Visit to update problem list AND submit relevant codes to CMS.

For an individual patient, the risk score is calculated when a patient is newly attributed to the ACO/CIN.

An ACO/CIN's risk score is an average of individual patients' HCC scores.

Though an individual's risk can change the ACO/

CIN's risk score can only decrease during the contract period. It cannot increase above the ceiling set during the benchmark year.

The only exception is an influx of new, sicker than average patients into the ACO/CIN who had never been seen before by the contracted providers.

HCC is used to help prioritize resources and patients for intervention.

The rendering provider must show documentation that the patient's conditions were:

- <u>M</u>onitored
- Evaluated
- <u>A</u>ssessed

No change from usual practice!

• <u>T</u>reated

Providers should rely on their clinical judgment to determine which codes to include.

Diagnoses codes must be accurate and complete.

Only bill for those diagnoses that are documented in the medical record.

Stages of Chronic Kidney Disease (CKD) & Common Complications

ICD-10 ensures that CKD is coded as specifically as possible, which helps prioritize resources for sick patients and communicate risk accurately to CMS. This guide lists the most common codes for complications. If a patient has more than one diabetic complication, code all applicable complications. For each hierarchy, only the ICD-10 with the highest weight is counted by Medicare. Providers should rely on their medical judgment to decide whether diagnoses are applicable and relevant. Remember, if a patient does not have a condition, do not code the condition. Always ensure appropriate medical evaluation and documentation of the diagnosis to justify including the code. Wellness visits are an excellent opportunity to review and code all applicable diagnoses.

| Stage | GFR (mL/ min/1.73m2) | ICD-10 | нсс | Weight |
|----------|-------------------------|--------------|-----|--------|
| 1 | >90 | | _ | 0 |
| 2 | 60-89 | | _ | 0 |
| 3A | 45-59 | | _ | 0 |
| 3B | 30-45 | | — | 0 |
| 4 | 15-30 | N18.4 | 137 | 0.224 |
| 5 (ESRD) | <15 | N18.5, N18.6 | 136 | 0.224 |
| 5 (ESRD) | (+) Dialysis Status | Z99.2 | 134 | 0.476 |

If **Acute Renal Failure** (GFR <90 while previously normal): Code ICD-10 N179 Acute Kidney Failure, unspecified **(HCC 135; weight 0.476)**

| CKD Complication | ICD-10 | нсс | Weight |
|---|--------|-----|--------|
| Patient's noncompliance w/ renal dialysis | Z91.15 | 134 | 0.476 |
| DM2 with diabetic nephropathy (if proteinuria is present, microalbumin/creatinine ratio > 30 µg/mg) | E11.21 | 18 | 0.368 |
| DM2 with diabetic CKD if eGFR <90 (mL/ min/1.73m2) | E11.22 | 18 | 0.368 |

Diabetes Specificity

ICD-10 ensures that diabetes is coded as specifically as possible, which helps prioritize resources for sick patients and communicate risk accurately to CMS. Diabetes without complications (E11.9) received a risk weight of 0.118 in the HCC model, versus the 0.368 weight assigned to any type of diabetes with complication. All complications listed on this sheet receive a risk weight of 0.368. If a patient has more than one diabetic complication, code all applicable complications for completeness, but note that only one complication is needed to reach the risk weight of 0.368 for diabetes with complication. Regardless of how many complications a patient has, the max risk weight for complicated diabetes is 0.368.

Providers should rely on their medical judgment to decide whether diagnoses are applicable and relevant. Always ensure appropriate medical evaluation and documentation of the diagnosis to justify including the code. Wellness visits are an excellent opportunity to review and code all applicable diagnoses.

| ICD-10 | Type 2 Diabetes Complication | Also code when applicable |
|---------|--|--|
| E11.21 | DM2 with diabetic nephropathy (microalbumin/creatinine ratio > µg/mg) | |
| E11.22 | DM2 with diabetic chronic kidney disease (code if chronic abnormal GFR (<90) secondary to DM) | CKD 4/5 (ICD-10: N18.4/ N18.5, Weight: 0.224) |
| E11.40 | DM2 with diabetic neuropathy, unspecified | |
| E11.42 | DM2 with diabetic polyneuropathy/diabetic peripheral neuropathy | |
| E11.43 | DM2 with diabetic gastroparesis | |
| E11.51 | DM2 with peripheral angiopathy/PVD w/o gangrene | PVD (ICD-10: 173.[_], Weight: 0.229) |
| E11.52 | DM2 with peripheral angiopathy/PVD with gangrene | PVD (ICD-10: 173.[_], Weight: 0.229) |
| E11.59 | DM2 with other circulatory complication | |
| E11.620 | DM2 with diabetic dermatitis | |
| E11.621 | DM2 with foot ulcer | Code site, side, and severity (ICD-10: L97.xxx, Weight: 0.536) |
| E11.622 | DM2 with other skin ulcer | Non-pressure chronic ulcer of skin of other sites (ICD-10: L98.49[_], Weight: 0.536) |

| ICD-10 | Type 2 Diabetes Complication | Also code when applicable |
|---------|---|--|
| E11.630 | DM2 with periodontal disease | |
| E11.649 | DM2 with hypoglycemia w/o coma | |
| E11.65 | DM2 with hyperglycemia, uncontrolled | |
| E11.69 | DM2 with other specified complication : Some common complications include dyslipidemia (E78.5), erectile dysfunction (N52.9) and osteomyelitis (M86.9) | In the event a patient has DM2 with other specified complication, you must code E11.69 AND the code for the complication, even if it does not hold risk weight on its own. |
| E11.610 | DM2 with diabetic neuropathic arthropathy (Charcot's) | |
| E11.36 | DM2 with diabetic cataract | |
| E11.311 | DM2 with unspecified diabetic retinopathy with macular edema | |
| E11.319 | DM2 with unspecified diabetic retinopathy without macular edema | |
| E11.321 | DM2 with mild non-proliferative diabetic retinopathy with macular edema | |
| E11.331 | DM2 with moderate non-proliferative diabetic retinopathy with macular edema | |
| E11.341 | DM2 with severe non-proliferative diabetic retinopathy with macular edema | |
| E11.329 | DM2 with mild non-proliferative diabetic retinopathy without macular edema | |
| E11.339 | DM2 with moderate non-proliferative diabetic retinopathy without macular edema | |
| E11.439 | DM2 with severe non-proliferative diabetic retinopathy without macular edema | |
| E11.351 | DM2 with proliferative retinopathy with macular edema | |
| E11.31x | DM2 with background diabetic retinopathy | |
| E11.35x | DM2 with proliferative diabetic retinopathy | |

Frequently Missed Codes

The table below contains examples of frequently missed or inaccurate codes. The codes in the left column do not map to any HCC categories and do not carry a risk weight. The codes in the right column carry a risk weight and map to an HCC category.

Remember, if a patient does not have a condition, do not code the condition. This is meant to assist you

in coding accurately. Providers should rely on their medical judgment to decide whether diagnoses are applicable and relevant. Always ensure appropriate medical evaluation and documentation of the diagnosis to justify including the code. Wellness visits are an excellent opportunity to review and code all applicable diagnoses.

| Instead of | ICD-10 | Consider | ICD-10 |
|--|--------|--|----------|
| Obesity, unspecified | E66.9 | Morbid (severe) obesity due to excess calories* | E66.01 |
| Alcohol abuse | F10.10 | Alcohol dependence, uncomplicated | F10.20 |
| Opioid use, unspecified, uncomplicated | F11.90 | Opioid dependence, uncomplicated | F11.20 |
| Cannabis use, unspecified, uncomplicated | F12.90 | Cannabis dependence, uncomplicated | F12.20 |
| Sedative, hypnotic or anxiolytic abuse, uncomplicated | F13.10 | Sedative, hypnotic or anxiolytic dependence, uncomplicated | F13.20 |
| Cocaine use, unspecified | F14.9 | Cocaine dependence, uncomplicated | F14.20 |
| MDD, single episode, unspecified/ depressive disorder | F32.9 | MDD single episode, [severity] | F32.[_] |
| Other depressive episodes | F32.8 | MDD, recurrent episode, unspecified | F33.9 |
| History of depression | Z86.59 | MDD, recurrent, in remission, unspecified | F33.9 |
| Unspecified macular degeneration | H35.30 | Exudative age-related macular degeneration, unspecified eye, stage unspecified | H35.3290 |
| Cardiac arrhythmia, unspecified | 149.9 | Atrial fibrillation | 148.91 |
| | · | Paroxysmal tachycardia, unspecified | 147.9 |
| | | Supraventricular tachycardia | 147.1 |

| Instead of | ICD-10 | Consider | ICD-10 |
|--|--------|--|-------------------|
| Generalized atherosclerosis | 170.91 | Atherosclerosis of the extremities/aorta | 170.209/ 170.0 |
| | | PVD, unspecified | 173.9 |
| Pneumonia, unspecified organism** | J18.9 | Pneumonia due to Strep pneumo | J13 |
| | | Pneumonia due to H influenza | J14 |
| | | Pneumonia due to (other named bug) | J15 |
| | | Lobar pneumonia, unspecified organism | J18.1 |
| Other local lupus erythematosus/Lupus | L93.2 | Systemic lupus erythematosus | M32.9 |
| Arthritis/Arthropathy | M12.9 | Rheumatoid arthritis, unspecified | M06.9 |
| | | Reactive arthropathy, unspecified | M02.9 |
| | | Inflammatory polyarthropathy | M06.4 |
| Unspecified kidney disorder | N28.9 | Acute kidney failure, unspecified | N17.9 |
| Unspecified kidney failure | N19 | Chronic kidney disease, stage 4 | N18.4 |
| | | Chronic kidney disease, stage 5 | N18.5 |
| Chest pain | R07.9 | Angina pectoris | 120.9 |
| Bradycardia | R00.1 | Sick sinus syndrome | 149.5 |

*BMI >40 or BMI >35 plus a co-morbid condition e.g. Heart disease, diabetes, or sleep apnea

 $\ast\ast$ Consider more specific diagnosis at the TCM visit

Most commonly used ICD-10 codes that link to HCC Risk Weights

Note: Hierarchies of related conditions are grouped together below in the same color. For these disease hierarchies, only the ICD-10 with the highest weight is counted by Medicare; a patient does not get credit for multiple diseases or diagnoses within the same hierarchy, even if they are distinct. The conditions in the miscellaneous section at the bottom, are distinct and do not have any hierarchical relationships. Providers should rely on their medical judgment to decide whether diagnoses are applicable and relevant. Always ensure appropriate medical evaluation and documentation of the diagnosis to justify including the code. Wellness visits are an excellent opportunity to review and code all applicable diagnoses.

| ICD-10 Code | ICD-10 Description | HCC Weight |
|----------------|---|---------------|
| Diabetes | | |
| E11.42 | Type 2 diabetes mellitus with diabetic polyneuropathy | 0.368 |
| E11.21 | Type 2 diabetes mellitus with nephropathy | 0.368 |
| E11.22 | Type 2 diabetes mellitus with chronic kidney disease | 0.368 |
| E11.29 | Type 2 diabetes mellitus with other diabetic kidney complication | 0.368 |
| E11.311 | Type 2 diabetes mellitus with unspecified diabetic retinopathy with macular edema | 0.368 |
| E11.39 | Type 2 diabetes mellitus with other diabetic ophthalmic complication | 0.368 |
| E11.49 | Type 2 diabetes mellitus with other diabetic neurological complication | 0.368 |
| E11.51 | Type 2 diabetes mellitus with diabetic peripheral angiopathy without gangrene | 0.368 |
| E11.59 | Type 2 diabetes mellitus with other circulatory complications | 0.368 |
| E11.65 | Type 2 diabetes mellitus with hyperglycemia | 0.368 |
| E11.649 | Type 2 diabetes mellitus with hypoglycemia w/o coma | 0.368 |
| E11.620 | Type 2 diabetes mellitus with diabetic dermatitis | 0.368 |

| ICD-10 Code | ICD-10 Description | HCC Weight |
|----------------|--|---------------|
| Diabetes | | |
| E11.621 | Type 2 diabetes mellitus with foot ulcer | 0.368 |
| E11.622 | Type 2 diabetes mellitus with other skin ulcer | 0.368 |
| E11.630 | Type 2 diabetes mellitus with periodontal disease | 0.368 |
| E11.69 | Type 2 diabetes mellitus with other specified complication (dyslipidemia, ED, osteo) | 0.368 |
| E11.9 | Type 2 diabetes mellitus without complications | 0.118 |
| Z79.4 | Long term (current) use of insulin | 0.118 |

| Morbid Obesity | | | |
|----------------|--|-------|--|
| E66.01 | Morbid (severe) obesity due to excess calories. Defined as Body mass index (BMI) >40 or BMI >35 plus a co-morbid condition eg. heart disease, diabetes, or sleep apnea | 0.365 | |
| Z68.41 | BMI 40.0-44.9, adult | 0.365 | |
| Z68.4[_] | BMI >45, adult | 0.365 | |

| COPD | | |
|--------|--|-------|
| J42 | Unspecified chronic bronchitis | 0.346 |
| J43.9 | Emphysema, unspecified | 0.346 |
| J44.1 | Chronic obstructive pulmonary disease with (acute) exacerbation | 0.346 |
| J44.9 | Chronic obstructive pulmonary disease, unspecified | 0.346 |
| J60 | Coal worker's pneumoconiosis | 0.274 |
| J96.10 | Chronic respiratory failure, unspecified with hypoxia or hypercapnia | 0.329 |

| Congestive Heart Failure | | | |
|--------------------------|---|-------|--|
| 127.89 | Other specified pulmonary heart diseases | 0.368 | |
| 142.9 | Cardiomyopathy, unspecified | 0.368 | |
| 150.20 | Unspecified systolic (congestive) heart failure | 0.368 | |
| 120.9 | Angina pectoris, unspecified | 0.141 | |

| ICD-10 Code | ICD-10 Description | HCC Weight | |
|----------------|---------------------------------|---------------|--|
| Specified H | Specified Heart Arrhythmias | | |
| 148.91 | Unspecified atrial fibrillation | 0.295 | |
| 149.5 | Sick sinus syndrome | 0.295 | |

| Vascular Disease | | | | |
|------------------|--|-------|--|--|
| 170.0 | Atherosclerosis of aorta | 0.299 | | |
| 170.1 | Atherosclerosis of renal artery | 0.299 | | |
| 173.9 | Peripheral vascular disease, unspecified | 0.299 | | |

| Major Depressive, Bipolar, and Paranoid Disorders | | | | |
|---|---|-------|--|--|
| F32.0 | Major depressive disorder, single episode, mild | 0.330 | | |
| F32.4 | Major depressive disorder, single episode in partial remission | 0.330 | | |
| F32.5 | Major depressive disorder, single episode in full remission | 0.330 | | |
| F33.0 | Major depressive disorder, recurrent, mild | 0.330 | | |
| F33.9 | Major depressive disorder, recurrent, unspecified | 0.330 | | |
| F33.41 | Major depressive disorder, recurrent in partial remission | 0.330 | | |
| F33.42 | Major depressive disorder, recurrent in full remission | 0.330 | | |
| F31.0 | Bipolar disorder, current episode hypomanic | 0.330 | | |
| F31.70 | Bipolar disorder, currently in remission, most recent episode unspecified | 0.330 | | |
| F20.0 | Paranoid schizophrenia | 0.503 | | |

| Chronic Kidney Disease | | | | |
|------------------------|--|-------|--|--|
| N18.4 | Chronic kidney disease, stage 4 (severe) | 0.224 | | |
| N18.5 | Chronic kidney disease, stage 5 | 0.224 | | |
| N18.6 | End stage renal disease | 0.224 | | |
| Z99.2 | Dependence on renal dialysis | 0.476 | | |

| ICD-10 Code | ICD-10 Description | HCC Weight | | |
|----------------|--|---------------|--|--|
| Miscellaneous | | | | |
| 163.50 | Cerebral infarction due to unspecified occlusion or stenosis of unspecified | 0.317 | | |
| G81.xx | Hemiplegia | 0.581 | | |
| L97.509 | Non-pressure chronic ulcer of other part of unspecified foot with unspecified severity | 0.535 | | |
| E46 | Unspecified protein-calorie malnutrition | 0.713 | | |
| G20 | Parkinson's disease | 0.691 | | |
| H35.32 | Exudative age related macular degeneration | 0.335 | | |
| M05.40 | Rheumatoid myopathy with rheumatoid arthritis of unspecified site | 0.374 | | |
| C34.90 | Malignant neoplasm of unspecified part of unspecified bronchus or lung | 0.973 | | |
| C50.919 | Malignant neoplasm of unspecified site of unspecified female breast | 0.154 | | |
| C61 | Malignant neoplasm of prostate | 0.154 | | |
| R64 | Cachexia | 0.713 | | |
| D69.6 | Thrombocytopenia, unspecified | 0.252 | | |
| D70.9 | Neutropenia, unspecified | 0.521 | | |



