



STATE OF OKLAHOMA
OKLAHOMA HEALTH CARE AUTHORITY

OHCA 2010-14

March 12, 2010

Re: Hospital Acquired Conditions

Dear Provider:

In Provider Letter, OHCA 2009-43, we informed hospital providers about our plans to implement Medicare's hospital acquired conditions (HACs) payment provisions. Medicare no longer pays the extra cost (higher MS-DRG) of treating certain categories of conditions that occur while the patient is in the hospital. The OHCA will implement these payment provisions effective April 1, 2010.

Hospitals will not receive additional payment for cases in which one of the selected conditions was not present on admission. The claim will be grouped to a DRG as if the diagnosis was not present on the claim. The selected conditions that OHCA recognizes are those conditions identified as non-payable by Medicare. The following is a complete list of the hospital acquired conditions currently recognized by OHCA:

Foreign Object Retained After Surgery	Manifestations of Poor Glycemic Control
Air Embolism	Diabetic Ketoacidosis
Blood Incompatibility	Nonketotic Hyperosmolar Coma
Pressure Ulcer Stages III & IV	Hypoglycemic Coma
Falls and Trauma	Secondary Diabetes with Ketoacidosis
Fracture	Secondary Diabetes with Hyperosmolarity
Dislocation	Surgical Site Infection Following:
Intracranial Injury	Coronary Artery Bypass Graft- Mediastinitis
Crushing Injury	Bariatric Surgery
Burn	Laparoscopic Gastric Bypass
Electric Shock	Gastroenterostomy
Catheter-Associated Urinary Tract Infection	Laparoscopic Gastric Restrictive Surgery
Vascular Catheter-Associated Infection	Orthopedic Procedures
Deep Vein Thrombosis and Pulmonary Embolism	Spine
Total Knee Replacement	Neck
Hip Replacement	Shoulder
	Elbow

Hospitals paid under the DRG methodology are required to submit a present on admission (POA) indicator for the principal diagnosis code and every secondary diagnosis code for all discharges. A valid POA indicator is required on all inpatient hospital claims. Claims with no valid POA indicator will be denied. For all claims involving inpatient admissions, OHCA will group diagnoses into the proper DRG using the POA indicator. Additional information on the Medicare payment policy can be found at: <http://www.cms.hhs.gov/HospitalAcqCond/>.

Please join the OHCA in this effort to assure the continuing quality health care that SoonerCare and Insure Oklahoma members receive. This is an important initiative to ensure prudent use of resources to enhance quality care. If you have questions or need assistance please call Provider Services at 1-877-823-4529.

Thank you for the services that you provide to our SoonerCare and Insure Oklahoma members.

Sincerely,

A handwritten signature in purple ink that reads "Lynn V. Mitchell, M.D., MPH". The signature is written in a cursive style.

Lynn Mitchell, M.D., MPH
State Medicaid Director