HAWAII HEALTH SYSTEMS C O R P O R A T I O N "Quality Healthcare For All" POLICY	Department: Administration Issued by:	Policy No.: HIM 1002A Revision No.: Effective Date:
POLICT	Finance & Information Systems Committee	October 25, 2018
Subject: Medical Records: Coding and Documentation for Outpatient Services	Approved by: HHSC Board of Directors By: Donna McCleary, M.D. Its: Secretary/Treasurer	Supersedes Policy: PAT 1002A Page: 1 of 1

Last Review: August 14, 2018; Next Review: August 14, 2021

- I. PURPOSE: To establish guidelines to maintain the accuracy, integrity, and quality of patient data with minimal variation in coding practices, and to improve the quality of the documentation within the body of the medical record to support code assignment. Complete and accurate diagnostic and procedural coded data is necessary for statistical analysis, financial and strategic planning, reimbursement, and evaluation of quality of care. Clinical documentation is the foundation for accurate coding. Collaboration between clinicians and coders through queries supports the reporting of quality information.
- II. POLICY: Hawaii Health Systems Corporation (HHSC) shall follow the current guidelines for outpatient/physician diagnosis coding and reporting published in AHA Coding Clinic Guidelines, and CPT Assistance, as well as ICD-10-CM official conventions and instructions for diagnosis.

HHSC shall apply the *Current Procedural Terminology* (CPT) coding conventions and general guidelines as published by the AMA for surgical and diagnostic procedure coding.

CMS mandates the utilization of Level I (CPT) and Level II (National Medicare) HCPCS codes for Medicare patients. Level III HCPCS codes are created and maintained by the local Medicare carriers. * Note that Level III HCPCS codes may override Level I or Level II codes; therefore, it is critical to follow local carrier coding policies and procedures. Procedure HIM 1002B shall be followed in coding outpatient records.

- III. APPLICABILITY: All HHSC operations in all HHSC facilities.
- IV. AUTHORITY: All applicable federal and state statutes and regulations that pertain to coding and health care reimbursement. Third party payor contracts, as applicable.
- V. ATTACHMENT: HHSC Procedure HIM 1002B