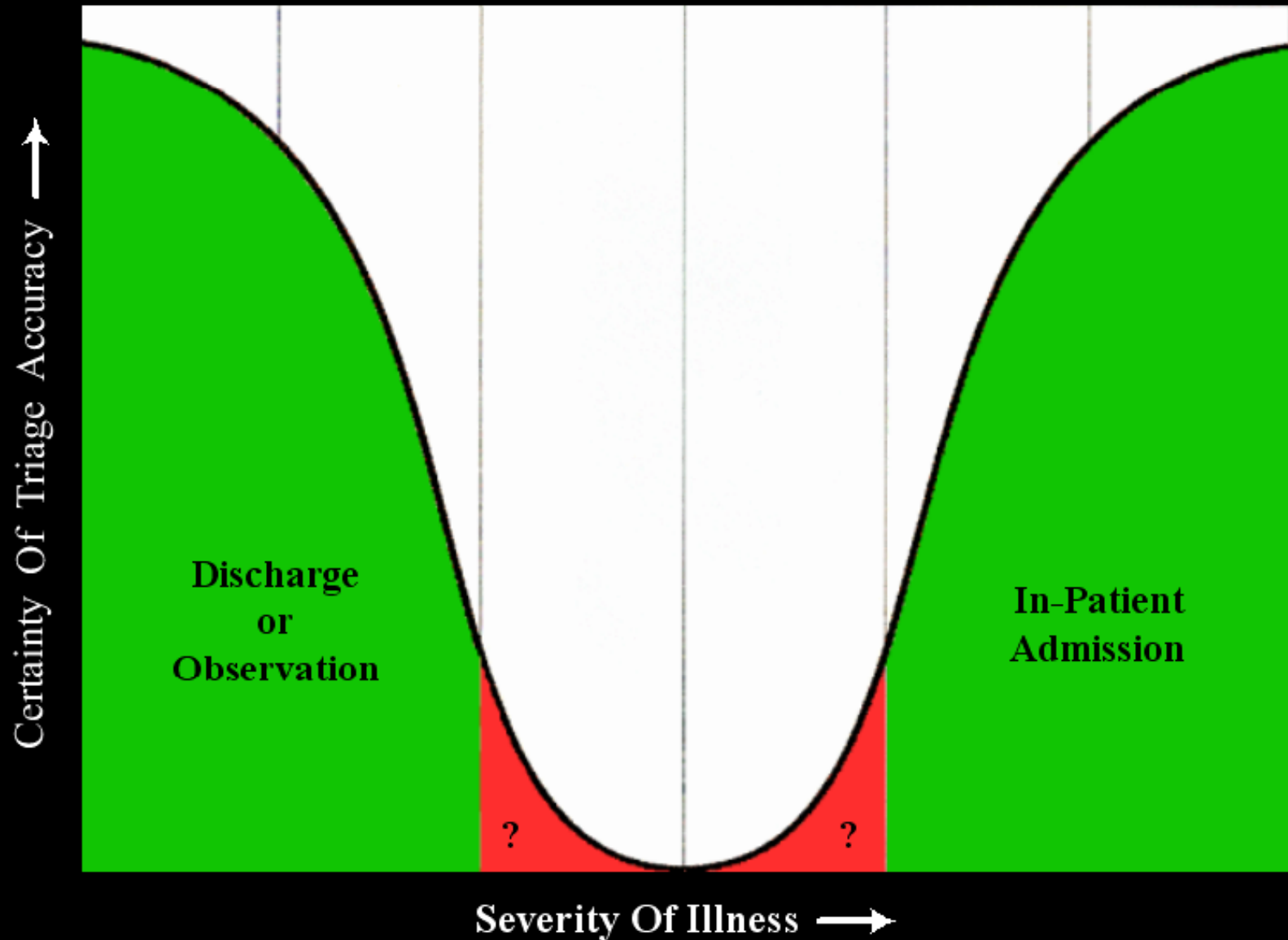


Observation Status vs In-Patient Admission: Making the Call



A Special Case Of The Sorites Paradox: Applying A Categorical Standard
To A Continuously Variable Phenomenon

The “Indeterminate Zone” Can Be Managed



InterQual Examples of Possible Diagnoses for Observation Services:

- Chest pain
- Asthma
- CHF (mild)
- Syncope
- Atrial arrhythmias
- Weakness
- Dehydration
- Anemia
- Back pain
- Renal colic
- Transient Ischemic Attack (TIA)
- Rule Out for any condition
- Abdominal pain
- HTN

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- Services that are provided for the convenience of the patient, the patient's family, or a physician, (i.e., following an uncomplicated treatment or out-patient procedure, physician busy when patient is physically ready for discharge, patient awaiting placement in a long term care facility)

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- The severity of the signs and symptoms exhibited by the patient
- The medical predictability of something adverse happening to the patient
- The need for diagnostic studies, and the availability of diagnostic procedures at the time when and at the location the patient presents.”



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Go
Home!



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Scenario 2: Minor surgery post-op observation. Does not need Admission or Observation status.

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- The tendency is to overutilize observation services, which is problematic for both the hospital and for the patient. Observation patients who remain in observation for more than 24 hours often have higher out-of-pocket costs than they would have if they had been admitted as an inpatient. In addition, the hospital is reimbursed significantly less for these observation patients.

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- Recovery audit contractors (RAC) paid by Medicare will be looking at hospitals' one-day admissions to determine whether patients were appropriately admitted or should have been under observation status. Short stays with symptom codes are a major problem.

Be Painstaking, Not Cautious

If hospitals implement a compliant, concurrent process for certifying patient status, they will achieve defensible determinations that maintain regulatory compliance and ensure that reimbursement received by hospitals and physicians will be correct and not subsequently lost on audit.

When In Doubt

1. Contact a Case Manager. (Milliman Criteria)
2. Case Manager may contact the hospital's compliance advisor, EHR. (\$)
3. EHR reviews the case, provides a letter.
4. If need be, EHR will pay for an appeal, with likely success.

Exactly how tough is this?



THANK YOU