# Advice on Bundling Arrangements for General Use Items on the Prostheses List

Independent Health and Aged Care Pricing Authority

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#### Overview

- 1. Introduction to advice on bundling of general use items (GUIs)
- 2. Demonstration of IHACPA GUI Bundling Tool
- 3. Q&A session



## Overview of GUI bundling advice



### Overview of GUI bundling advice

#### Scope

- Billing codes listed under Part D of the August 2022 Prostheses List (PL)
- Admitted services provided to privately insured individuals in private overnight, private day, and public hospital facilities

#### Defined based on

- GUI utilisation observed in 2020-21 financial year Hospital Casemix Protocol (HCP) Prosthesis data collection
- GUI benefits defined by expected March 2023 PL scheduled benefits





- GUI bundling advice is defined in four stages:
  - 1. Classification of GUIs
  - 2. Definition of GUI bundles
  - 3. Classification of GUI bundles
  - 4. Definition of GUI bundle benefits



Stage 1: Classification of GUIs



#### Classification of GUIs

- A product classification is defined for GUIs
  - Adapted from existing PL product classification
- 492 billing codes from Part D of the PL are classified into 24 GUI product classes

<b>GUI Product Branch</b>	GUI Product Class		PL Billing Codes	
	A11	Infusion Pumps, Balloon Based	31	
A1 Drug Dolivon	A12	Infusion Pumps, Battery Powered	11	
A1 Drug Delivery	A13	Infusion Pumps, Spring Powered	5	
	A19	Drug Delivery Accessories	16	
	A21	Feeding Tubes	1	
A2 Enteral Access	A22	Gastrostomy Tubes	28	
A2 Enteral Access	A23	Jejunostomy Tubes	10	
	A24	Caecostomy Tubes	1	
A3 Vascular Access	A31	Percutaneous Catheters	64	
	A41	Occluder Pins	1	
	A42	Powder	23	
	A43	Sponges	13	
A4 Haemostatic	A44	Pliable Patches	19	
	A45	Matrix	8	
	A46	Foam	5	
	A49	Haemostatic Accessories	3	
	A51	Adhesion Barriers	14	
	A52	Internal Adhesives	32	
	A53	Ligating Items	61	
A.F. O.L.	A54	Staples and Tackers	92	
A5 Closure	A55	Dura Repair, Liquid Sealants	6	
	A56	Dura Repair, Membrane Sealants	6	
	A57	Arterial Closure Items	9	
	A59	Closure Accessories	33	



Stage 2: Definition of GUI bundles



 Step 1: GUIs are aggregated to the level of an episode of admitted patient care



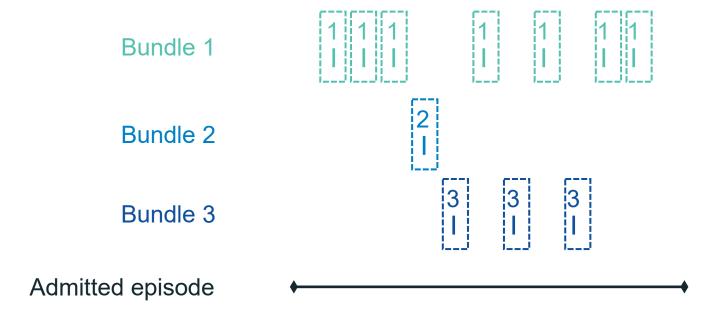


Step 2: Each GUI is assigned to its product class



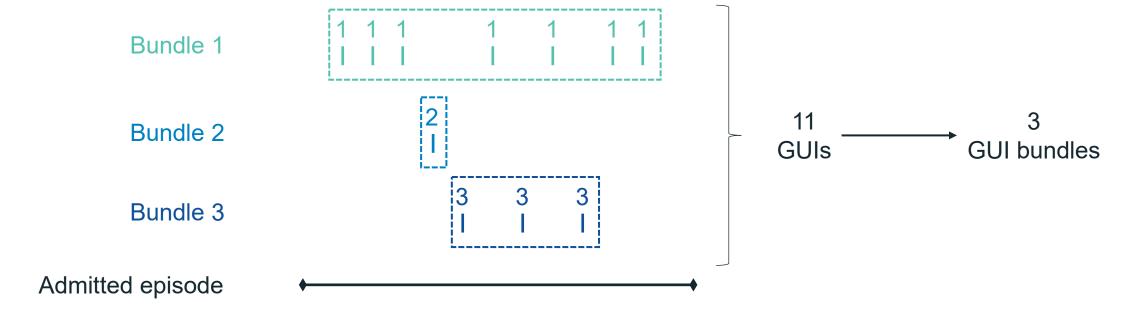


 Step 3: GUI bundles are defined as a collections of GUIs within the same episode and from the same product class





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Stage 3: Classification of GUI bundles



#### Classification of GUI bundles

- Three classifications are defined for GUI bundles:
  - Variant A: Product Only
    - A single bundle variant is defined for each of the 24 GUI product classes
    - 24 bundle variants (ie. bundle classes)
  - Variant B: Facility Type
    - Each of the 24 product-only variants is split into three variants based on the facility in which episodes occurs (ie. private overnight, private day, or public hospital facility)
    - 72 bundle variants
  - Variant C: Major Diagnostic Category (MDC) Grouping
    - Each of the 24 product-only variants is split into (up to five) variants based on the MDC of episodes (note: MDCs are part of the AR-DRG classification system)
    - 54 bundle variants



Stage 4: Definition of GUI bundle benefits



#### Definition of GUI bundle benefits

- Each bundle variant is assigned a bundle benefit equal to the average PL benefits paid per episode for bundles of that variant.
- Each bundle benefit is determined by the average mix of GUIs and their average rate of use.
- That is:

Bundle Benefit = Av. Benefits per Episode

= (Av. Benefits per Item)  $\times$  (Av. Items per Episode)



#### Definition of GUI bundle benefits

Bundle Variant Branch A – Product Only

Product Branch		Bundle Variant	<b>Bundle Benefit</b>	
A4 Dww Delivery		A11A1 Infusion Pumps, Balloon Based	\$132.86	
	Drug Dolivory	A12A1 Infusion Pumps, Battery Powered	\$513.65	
A1 [	Drug Delivery	A13A1 Infusion Pumps, Spring Powered	\$127.54	
		A19A1 Drug Delivery Accessories	\$40.35	
		A21A1 Feeding Tubes	\$161.00	
A2	Enteral Access	A22A1 Gastrostomy Tubes	\$170.22	
~ '	Enteral Access	A23A1 Jejunostomy Tubes	\$448.05	
		A24A1 Caecostomy Tubes	\$336.55	
A3 \	Vascular Access	A31A1 Percutaneous Catheters	\$143.99	
		A41A1 Occluder Pins	\$286.00	
		A42A1 Powder	\$118.44	
		A43A1 Sponges	\$13.04	
A4 I	Haemostatic	A44A1 Pliable Patches	\$61.99	
		A45A1 Matrix	\$698.62	
		A46A1 Foam	\$146.91	
		A49A1 Haemostatic Accessories	\$29.05	
		A51A1 Adhesion Barriers	\$462.10	
A5 Closure		A52A1 Internal Adhesives	\$280.39	
		A53A1 Ligating Items	\$155.59	
	Olaavina	A54A1 Staples and Tackers	\$1,597.61	
	Josure	A55A1 Dura Repair, Liquid Sealants	\$682.18	
		A56A1 Dura Repair, Membrane Sealants	\$378.50	
		A57A1 Arterial Closure Items	\$412.09	
		A59A1 Closure Accessories	\$68.49	

Benefits per Episode	Benefits per Item	Items per Episode			
\$132.86	\$110.00	1.208			
\$513.65	\$455.76	1.127			
\$127.54	\$117.99	1.081			
\$40.35	\$21.43	1.883			
Insufficient data	<u> </u>				
\$170.22	\$156.22	1.090			
\$448.05	\$415.91	1.077			
\$336.55		1.052			
\$143.99	\$131.10	1.098			
Insufficient data					
\$118.44	\$95.64	1.238			
\$13.04	\$10.69	1.220			
\$61.99	\$50.76	1.221			
\$698.62	\$547.02	1.277			
\$146.91	\$93.00	1.580			
\$29.05	\$28.00	1.038			
\$462.10	\$359.14	1.287			
\$280.39	\$224.55	1.249			
\$155.59	\$55.83	2.787			
\$1,597.61	\$333.41	4.792			
\$682.18	\$584.65	1.167			
Insufficient data					
\$412.09	\$290.62	1.418			
\$68.49	\$60.86	1.125			



#### Definition of GUI bundle benefits

Product Class – A45 Matrix

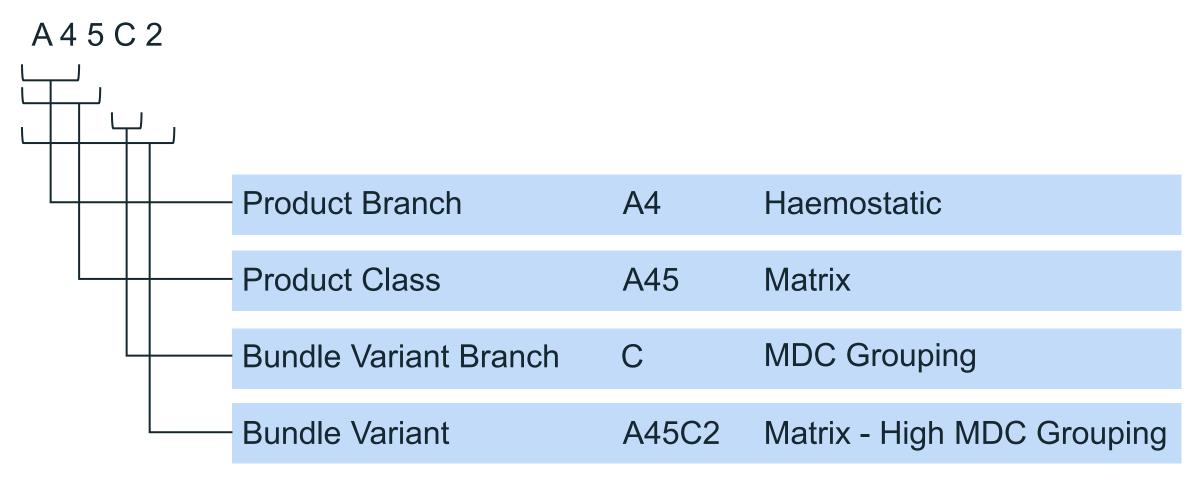
<b>Product Branch</b>	Product Class	Variant Branch	Bundle Variant	<b>Bundle Benefit</b>	Benefits per Episode	Benefits per Item	Items per Episode
A4 Haemostatic	A45 Matrix	A Product Only	A45A1 Matrix	\$698.62	\$698.62	\$547.02	1.277
		B Facility Type	A45B1 Matrix - Private Overnight Facilities	\$700.89	\$700.89	\$549.74	1.275
			A45B2 Matrix - Private Day Facilities	\$440.11	\$440.11	\$404.77	1.087
			A45B3 Matrix - Public Facilities	\$634.20	\$634.20	\$449.17	1.412
		C MDC Grouping	A45C1 Matrix - Very High MDC Grouping	\$833.05	\$833.05	\$488.10	1.707
			A45C2 Matrix - High MDC Grouping	\$750.51	\$750.51	\$567.54	1.322
			A45C3 Matrix - Moderate MDC Grouping	\$628.50	\$628.50	\$554.74	1.133
			A45C4 Matrix - Low MDC Grouping	\$453.37	\$453.37	\$434.92	1.042



## **GUI Bundle Codes**



#### **GUI Bundle Codes**





# **IHACPA GUI Bundling Tool**

Demonstration



# Q&A



