



What's new in Version 8020 X12 Implementation Guides

Source of Payment Typology in the 835 transaction set

For many providers to electronically post the remittance data from an 835 transaction set to their patient accounting systems without human intervention, a unique, provider-specific insurance plan code is needed. This code allows the provider to separately identify and manage the different product lines or contractual arrangements between the health plan and the provider. Because most health plans maintain the same Originating Company Identifier in the TRN03 or BPR10 for all product lines or contractual relationships, a different element is needed by the provider to identify this value needed to post to their system without manual intervention.

While a Claim Filing Indicator value is sent in the 008020x323, x324, and x325 Healthcare Claim (837) transaction in the SBR09 element, the value returned in the 008020X322 Health Care Claim Payment/Advice (835), hereafter referred to as the '835 IG' may not be identical (by design). The value returned in the 835 transaction set reflects the value as assigned by the health plan for the product line or contractual relationship used to adjudicate the claim.

The 835 transaction set has incorporated a new set of values in the CLP16 element, the Source of Payment Typology list, to provide more detailed, granular information about the product line or contractual relationship with the health plan. The Source of Payment Typology classification is a hierarchical code list. It provides a range of codes from broad categories to related sub-categories that are more specific. Health plans should report the expected value using the greatest level of detail without sacrificing accuracy of the information.

What's New

- CLP06-Claim Filing Indicator Code is no longer used
- CLP16-Source of Payment Typology Code has been added, is required
 - The source of Payment Typology is a payer-type standard that provides a mechanism for consistent reporting of payer data to public health agencies for healthcare services and research, along with other uses. It was created by the former PHDSC Payer Typology Subcommittee and is now hosted by the National Association of Health Data Organizations (NAHDO).
 - NAHDO also provides a user's guide (SoPT User's Guide) and crosswalk table from the previous Claim Filing Indicator values to the new Source of Payment Typology values.
 - Internet Address
 - <https://www.nahdo.org/sopt>

How can this benefit you?

- Providers can now see exactly which product line or contractual relationship was used to adjudicate the claim at the most detailed level
- Fewer errors should occur during auto-posting due to mis-matches with the insurance plan code, so auto-posting rates should improve
- Improved payer to provider automated communication
- Reduce phone calls
- Incentivize 835 transaction set adoption



How can this impact you?

- Payer and Business Associates business processes
 - Create internal mapping to identify Source of Payment Typology Codes to be used
 - Update system to report the new Source of Payment Typology Code, discontinue reporting the Claim Filing Indicator code
 - Update database structure
 - Internal testing and trading partner testing
 - Internal education e.g., EDI and help desk
 - External education to providers via companion guides or bulletins
- Practice Management System (PMS)
 - Create internal mapping to identify Source of Payment Typology Codes to be used with insurance plan codes
 - Update software to incorporate receiving and utilizing the new Source of Payment Typology Code in place of the Claim Filing Indicator Code
 - Update remit viewer tool to report all information including Source of Payment Typology Code
 - Internal testing
 - Internal education e.g., client facing staff
 - External education to customers
- Provider business processes
 - Update processes for exception processing to include new Source of Payment Typology Codes
 - Review and update reports as needed
 - Internal education
- Clearinghouse
 - Update system to allow files that include the Source of Payment Typology Code and do not include the Claim. Filing Indicator Code
 - Update database structure
 - Update remit viewer tool to report all information including Source of Payment Typology
 - Internal testing and trading partner testing
 - Internal education e.g., EDI and help desk
 - External education with trading partners and business associates

Refer to X12's 008020X322 Health Care Claim Payment/Advice 835 for additional information on the Source of Payment Typology in the 835 and additionally, the SoPT Users Guide available at <https://www.nahdo.org/sopt>.