

Frequently Asked Questions

Provider EDI Services

Question	Answer			
What is HIPAA and how does it apply to EDI transactions?	The Health Insurance Portability and Accountability Act of 1996 (HIPAA) is a federal regulation that, among other provisions, mandates national standards for electronic health care transactions. The transactions adopted under HIPAA for Electronic Data Interchange (EDI) of health care data include, for example, claims and eligibility. Transaction standards are defined by the Accredited Standards Committee X12 (ASC X12) and are administered and enforced by the Centers for Medicare & Medicaid Services (CMS).			
How does EDI apply to me?	HIPAA names certain types of organizations as covered entities, including health plans, health care clearinghouses, and certain health care providers. Under HIPAA, covered entities that conduct any of the adopted standard transactions must adhere to the content and format requirements of each transaction. The current standards version is 5010.			
How do I conduct EDI transactions with Independence?	Smart Data Solutions (SDS) provides the Stream Clearinghouse Gateway to handle EDI transactions on behalf of Independence Blue Cross and Independence Administrators (collectively, Independence). Any entity that conducts EDI transactions directly with SDS's Stream Clearinghouse is called a trading partner. You may register as a new trading partner or contract with a third party that has an existing trading partner relationship with SDS, such as a billing service or clearinghouse.			
What EDI transactions does Independence support for providers?	Independence supports the following transaction formats via SDS's Stream Clearinghouse:			
	Number	Name	Version	
	8371	Health Care Claim (Institutional)	005010X223A2	
	837P	Health Care Claim (Professional)	005010X222A1	
	835	Health Care Claim Payment/Advice	005010X221A1	
	999	Functional Acknowledgment	005010X231A1	
	277CA	Health Care Claim Acknowledgment	005010X214	
	270/271	Health Care Eligibility/Benefit Request and Response	005010X279A1	

Is EFT an EDI transaction?	Electronic Funds Transfer (EFT) is not an EDI transaction adopted under HIPAA. However, health plans are required to support EFT under the Patient Protection and Affordable Care Act (PPACA). For more information about how to register for EFT, visit the EFT resources page on the Independence Provider News Center.
Do I need to use my NPI to conduct EDI transactions?	Yes. All providers who are eligible for a National Provider Identifier (NPI) are required to use their NPI on EDI transactions. All NPIs used on claims must be registered with Independence. Go to www.ibx.com/npi to learn more about Independence's guidelines on use of the NPI.
Do I need to register as a trading partner?	Whether you register as a trading partner depends on how you intend to do business with Independence. Many third-party vendors, such as billing services and clearinghouses, are existing trading partners and do not require separate registration. If you are not using a third-party intermediary or if your vendor does not maintain its own trading partner relationship, you will need to register as a new trading partner. Go to the Trading Partner Information Center to sign up.
What if I'm already a trading partner with SDS?	If you are currently a trading partner with SDS's Stream Clearinghouse and conduct EDI transactions for payers other than Independence, you can use your existing trading partner profile for Independence business.
What payer ID should I use to submit electronic claims?	Independence maintains multiple payer IDs to represent different product lines. Use the links below for detailed information about professional and facility payer ID codes: • Professional Payer IDs (PDF) • Facility Payer IDs (PDF)
Does Independence provide instructions for conducting EDI transactions?	The HIPAA Transaction Standard EDI Companion Guides provide specific technical requirements for sending and receiving transactions. Sample transactions are available in the Resources area of the Trading Partner Information Center.

What are the HIPAA standard external code sets?

There are numerous coding sets that have been designated as standard or acceptable for use in EDI transactions. HIPAA regulations specify under what circumstance each type of coding is required. External code sets include, but are not limited to, the following:

- ICD-10-CM: Diagnosis Coding
- ICD-10-PCS: Inpatient Hospital Service Coding
- CPT: Physician Services Coding
- CDT: Dental Services Coding
- HCPCS Level II: Other Health Related Services Coding
- NDC: National Drug Codes

How will I know that Independence received my electronic claims?

Claims submitted to SDS's Stream Clearinghouse are validated to ensure use of correct communication protocols as well as compliance with HIPAA standards. An acknowledgment in the form of a TA1 or 999 transaction is issued to the trading partner to communicate the results of the validation. If validation fails, none of the claims contained in the transaction set are accepted for processing. It is the responsibility of the trading partner to resolve any errors, communicating with providers as needed, and resubmit rejected transaction sets. Note that a single electronic claim file may contain multiple transaction sets.

What other reporting is available for claims?

Claims that receive a functional acknowledgment indicating acceptance are then validated to ensure they adhere to Independence business rules. An acknowledgment in the form of a 277CA is issued to the trading partner to communicate the results of the validation. Rejections are issued on an individual claims basis at this level of validation, rather than a transaction set basis. Rejected claims must be corrected and resubmitted, and accepted claims are forwarded for adjudication. If the trading partner is a third-party service provider, the acknowledgments must be made available to the appropriate billing staff for review.

Does Independence accept paper claims?

EDI transactions are a powerful tool for increasing office productivity and improving cash flow. Electronic claims submission is often faster and less expensive than paper submission. Many billing issues are identified and communicated more quickly, which can reduce time-consuming phone inquiries and aging accounts receivable.

Independence accepts paper claims; however, be advised that paper submissions typically are not effective for resolving submission issues encountered with electronic claims. Mailing addresses for paper claims can be found on the following documents:

- Professional Payer IDs (PDF)
- Facility Payer IDs (PDF)

Where can I find more information about HIPAA?	EDI transactions are addressed under the Transactions and Code Sets Rule of the Administrative Simplification provisions under HIPAA. Read more about HIPAA from the Centers for Medicare & Medicaid Services.	
	Administrative Simplification provisions also include the HIPAA Privacy and Security Rules, which include regulations for the use and disclosure of Protected Health Information (PHI). The Office for Civil Rights enforces the HIPAA Privacy and Security Rules. Learn more from the U.S. Department of Health and Human Services.	
	If you believe that Independence has violated your (or someone else's) health information privacy rights or committed another violation of the Privacy, Security, or Breach Notification Rules, you may file a complaint.	
What if I have more questions?	The Trading Partner Information Center provides many resources for conducting EDI transactions successfully. For any inquiries related to your trading partner set-up or issues with sending and receiving EDI transactions, contact the SDS support team at 1-855-297-4436, Monday through Friday from 8 a.m. to 5 p.m. EST.	