



2025 MEDICARE

Inpatient Reimbursement Prospectus

Due to increasing financial risk to U.S. health care providers, physicians and hospitals have been centered on outcomes-based modifiers to Medicare payments for the last few years. We appreciate the role that Abbott procedures play in Medicare's reform programs and we believe that opportunities for success in a new era of reform continue to present themselves, such as treatment optimization, improving outcomes and avoiding downstream complications. Abbott believes that opportunities also exist from clinical to economic perspectives to impact patient care and hospital performance. We continue our mission to create relevant technology that improves meaningful patient outcomes, now made even more meaningful considering expanded financial risks posed to U.S. hospitals.

On August 2, 2024, the Centers for Medicare & Medicaid Services (CMS) released the FY 2025 Final Inpatient Prospective Payment System (IPPS) Rule, effective for inpatient services on October 1, 2024. Abbott has analyzed and summarized the varying impact to individual FY 2024 Medicare Severity-Diagnosis Related Group.

(MS-DRG) payments for procedures supported by our technologies or therapy solutions. Please refer to the full FY 2025 Final IPPS Rule to fully understand the changes to individual MS-DRGs.

Medicare IPPS Comparison Chart: FY 2024 vs. FY 2025

BU	Technology	MS-DRG	Description	Severity	FY2024 Final Rule		FY2025 Final Rule			
					Payment	Discharges (National)	Payment	Discharges (National)	% Change (\$)	Change (Discharges)
STRUCTURAL HEART	Surgical Valves	216	Cardiac valve & other major cardiothoracic procedures with cardiac catheterization	MCC	\$67,953	5,376	\$68,682	5,413	1.1%	37
		217		CC	\$44,567	1,821	\$45,957	1,783	3.1%	-38
		218		NA	\$39,886	325	\$42,340	307	6.2%	-18
		219	Cardiac valve & other major cardiothoracic procedures without cardiac catheterization	MCC	\$53,991	12,631	\$55,064	13,362	2.0%	731
		220		CC	\$36,721	10,418	\$37,694	10,405	2.6%	-13
		221		NA	\$32,548	1,491	\$32,683	1,332	0.4%	-159
		212	Concomitant aortic and mitral valve procedures	NA	\$75,412	900	\$77,526	927	2.8%	27
	Congenital Defects- Ventricular Septal	228	Other cardiothoracic procedures	MCC	\$35,279	4,232	\$35,463	4,501	0.5%	269
		229		NA	\$22,262	5,146	\$22,106	5,502	-0.7%	356
	TEER and TAVR	266	Endovascular Cardiac Valve Replacement & Supplement Procedure	MCC	\$43,733	21,018	\$42,634	21,681	-2.5%	663
		267		NA	\$34,169	38,197	\$33,481	39,799	-2.0%	1,602
	Atrial Septal, PFO Closure and LAAC	273	Percutaneous intracardiac procedures	MCC	\$27,285	7,475	\$27,828	7,698	2.0%	223
		274		NA	\$22,691	42,864	\$22,211	50,623	-2.1%	7,759
	LAAC + Ablation	317	Concomitant Left Atrial Appendage Closure & Cardiac Ablation	NA	NA	NA	\$44,026	1,851	NA	NA
	PDA	270	Other major cardiovascular services	MCC	\$35,406	16,959	\$36,530	16,605	3.2%	-354
		271		CC	\$24,199	12,220	\$24,514	12,292	1.3%	72
		272		NA	\$17,080	4,044	\$17,807	3,918	4.3%	-126

Medicare IPPS Comparison Chart: FY 2024 vs. FY 2025

BU	Technology	MS-DRG	Description	Severity	FY2024 Final Rule		FY2025 Final Rule			
					Payment	Discharges (National)	Payment	Discharges (National)	% Change (\$)	Change (Discharges)
VASCULAR	Carotid	034	Carotid artery stent procedure	MCC	\$27,316	1,612	\$27,675	1,872	1.3%	260
		035		CC	\$16,100	4,539	\$16,188	5,407	0.5%	868
		036		NA	\$12,660	6,406	\$13,045	7,752	3.0%	1,346
	CABG	231	Coronary bypass with PTCA	MCC	\$56,819	804	\$60,305	709	6.1%	-95
		232		NA	\$41,650	465	\$43,473	380	4.4%	-85
		233	Coronary bypass with cardiac catheterization	MCC	\$54,610	10,187	\$55,625	9,844	1.9%	-343
		234		NA	\$36,394	9,952	\$37,862	9,203	4.0%	-749
		235	Coronary bypass without cardiac catheterization	MCC	\$41,174	10,825	\$41,875	11,192	1.7%	367
		236		NA	\$28,295	15,600	\$29,264	15,480	3.4%	-120
	Coronary (PCI)	321	Percutaneous cardiovascular procedures with intraluminal device with mcc or 4+ arteries/intraluminal devices	MCC	\$20,127	40,895	\$20,260	37,937	0.7%	-2,958
		322	Percutaneous cardiovascular procedures with intraluminal device without mcc	NA	\$12,767	56,809	\$12,875	54,122	0.8%	-2,687
		323	Coronary intravascular lithotripsy with intraluminal device with mcc	MCC	\$28,987	2,109	\$30,313	3,380	4.6%	1,271
		324	Coronary intravascular lithotripsy with intraluminal device without mcc	NA	\$20,785	2,186	\$22,739	3,645	9.4%	1,459
		325	Coronary intravascular lithotripsy without intraluminal device	NA	\$18,514	409	\$20,369	513	10.0%	104
		250	Percutaneous cardiovascular procedures without intraluminal device with mcc	MCC	\$16,459	3,476	\$16,460	3,311	0.0%	-165
		251	Percutaneous cardiovascular procedures without intraluminal device without mcc	NA	\$11,111	3,184	\$11,120	2,956	0.1%	-228
	Peripheral Vascular Revascularization	252	Other vascular procedures	MCC	\$23,482	21,692	\$24,413	20,043	4.0%	-1,649
		253		CC	\$17,862	16,915	\$18,169	16,436	1.7%	-479
		254		NA	\$12,148	6,926	\$12,450	6,338	2.5%	-588
	Endovascular and Dialysis Circuit Mechanical Thrombectomy	252	Other vascular procedures	MCC	\$23,482	21,692	\$24,413	20,043	4.0%	-1,649
		253		CC	\$17,862	16,915	\$18,169	16,436	1.7%	-479
		254		NA	\$12,148	6,926	\$12,450	6,338	2.5%	-588
	Peripheral Atherectomy, Arterial & Venous Mechanical Thrombectomy, and Vascular Plugs	270	Other major cardiovascular services	MCC	\$35,406	16,959	\$36,530	16,605	3.2%	-354
		271		CC	\$24,199	12,220	\$24,514	12,292	1.3%	72
		272		NA	\$17,080	4,044	\$17,807	3,918	4.3%	-126
	Thrombolysis	299	Peripheral vascular disorders	MCC	\$11,036	14,956	\$11,513	15,230	4.3%	274
		300		CC	\$7,471	18,694	\$7,619	19,051	2.0%	357
		301		NA	\$4,970	4,338	\$5,077	4,268	2.2%	-70
CARDIAC RHYTHM MANAGEMENT	ICD Systems and CRT-D	275	Cardiac defibrillator implant with cardiac catheterization and MCC	MCC	\$49,262	3,487	\$50,292	3,595	2.1%	108
		276	Cardiac defibrillator implant with MCC	MCC	\$43,481	3,847	\$44,083	3,503	1.4%	-344
		277	Cardiac defibrillator implant without MCC	NA	\$33,484	4,140	\$33,110	4,166	-1.1%	26
	Leadless Pacemaker	228	Other cardiothoracic procedures	MCC	\$35,279	4,232	\$35,463	4,501	0.5%	269
		229		NA	\$22,262	5,146	\$22,106	5,502	-0.7%	356
	Pacemaker Systems; CRT-P	242	Permanent cardiac pacemaker implant	MCC	\$24,191	15,987	\$24,141	15,530	-0.2%	-457
		243		CC	\$15,947	18,901	\$16,033	19,875	0.5%	974
		244		NA	\$12,809	9,590	\$12,844	9,659	0.3%	69
	ICDs	245	AI/CD generator procedures	NA	\$31,727	828	\$34,777	804	9.6%	-24
		265	AI/CD lead procedures	NA	\$24,744	425	\$25,386	412	2.6%	-13

Medicare IPPS Comparison Chart: FY 2024 vs. FY 2025

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					Payment	Discharges (National)	Payment	Discharges (National)	% Change (\$)	Change (Discharges)
CARDIAC RHYTHM MANAGEMENT	Pacemaker Generator Replacement	258	Cardiac pacemaker device replacement	MCC	\$18,965	607	\$19,966	601	5.3%	-6
		259		NA	\$13,069	741	\$12,509	734	-4.3%	-7
	Pacemaker Revision and ICMs Implant (ICM for syncope)	260	Cardiac pacemaker revision except device replacement	MCC	\$23,212	2,529	\$24,246	2,433	4.5%	-96
		261		CC	\$13,176	2,584	\$13,504	2,428	2.5%	-156
		262		NA	\$11,520	773	\$10,802	809	-6.2%	36
	ICMs Implant (ICM for cryptogenic stroke)	040	Peripheral/Cranial Nerve and Other Nervous System Procedures Generator implantation only or replacement (any type)	MCC	\$26,960	3,618	\$26,844	3,649	-0.4%	31
		041		CC	\$15,618	4,888	\$16,075	4,946	2.9%	58
		042		NA	\$12,181	1,655	\$12,508	1,493	2.7%	-162
ELECTROPHYSIOLOGY	Catheter Ablations	273	Percutaneous intracardiac procedures	MCC	\$27,285	7,475	\$27,828	7,698	2.0%	223
		274		NA	\$22,691	42,864	\$22,211	50,623	-2.1%	7,759
	LAAC + Ablation	317	Concomitant Left Atrial Appendage Closure & Cardiac Ablation	NA	NA	NA	\$44,026	1,851	NA	NA
HEART FAILURE	Left Ventricular Assist Device (LVAD)	001	Heart Transplant or Implant of Heart Assist System	MCC	\$189,734	1,844	\$200,461	1,990	5.7%	146
		002		NA	\$85,728	41	\$78,427	54	-8.5%	13
	Acute Mechanical Circulatory System (MCS)	003	ECMO or Tracheostomy with MV >96 Hours or PDX Except Face, Mouth and Neck with major O.R. procedure	NA	\$149,276	11,144	\$152,519	10,100	2.2%	-1,044
		215	Other heart assist systems implant	NA	\$71,520	3,817	\$75,399	3,901	5.4%	84
		216	Cardiac valve and other major cardiothoracic procedures with cardiac catheterization with MCC	NA	\$67,953	5,376	\$68,682	5,413	1.1%	37
		217	Cardiac valve and other major cardiothoracic procedures with cardiac catheterization with CC	NA	\$44,567	1,821	\$45,957	1,783	3.1%	-38
		218	Cardiac valve and other major cardiothoracic procedures with cardiac catheterization without CC/MCC	NA	\$39,886	325	\$42,340	307	6.2%	-18
		219	Cardiac valve and other major cardiothoracic procedures without cardiac catheterization with MCC	NA	\$53,991	12,631	\$55,064	13,362	2.0%	731
		220	Cardiac valve and other major cardiothoracic procedures without cardiac catheterization with CC	NA	\$36,721	10,418	\$37,694	10,405	2.6%	-13
		221	Cardiac valve and other major cardiothoracic procedures without cardiac catheterization without CC/MCC	NA	\$32,548	1,491	\$32,683	1,332	0.4%	-159
	PA Pressure Monitor	264	Other circulatory system operating room procedures	NA	\$22,867	8,310	\$24,873	8,303	8.8%	-7

Medicare IPPS Comparison Chart: FY 2024 vs. FY 2025

BU	Technology	MS-DRG	Description	Severity	FY2024 Final Rule		FY2025 Final Rule			
					Payment	Discharges (National)	Payment	Discharges (National)	% Change (\$)	Change (Discharges)
NEUROMODULATION	Deep Brain Stimulation (DBS)	023	System implant, multi-array, rechargeable or non-rechargeable, plus leads	MCC	\$39,691	12,418	\$40,600	12,293	2.3%	-125
		024		NA	\$26,528	4,683	\$27,055	4,929	2.0%	246
		025	Lead placement only, or lead revision OR System implant, single array generator plus leads	MCC	\$30,919	22,306	\$31,827	22,540	2.9%	234
		026		CC	\$20,676	6,499	\$21,767	6,313	5.3%	-186
		027		NA	\$17,034	7,703	\$17,562	7,698	3.1%	-5
		040	Generator only implant or replacement, single/multi array non-rechargeable or multi-array rechargeable	MCC	\$26,960	3,618	\$26,844	3,649	-0.4%	31
		041		CC	\$15,618	4,888	\$16,075	4,946	2.9%	58
		042		NA	\$12,181	1,655	\$12,508	1,493	2.7%	-162
	Spinal Cord Stimulation (SCS) for Pain	028	Whole System implantation or replacement (generator plus leads)	MCC	\$42,192	2,237	\$43,265	2,261	2.5%	24
		029	Spinal procedures or spinal neurostimulators	CC	\$24,003	3,046	\$23,888	3,120	-0.5%	74
		030	Spinal Procedures without CC/MCC	NA	\$16,237	972	\$15,837	880	-2.5%	-92
		040	Peripheral/Cranial Nerve and Other Nervous System Procedures Generator implantation only or replacement (any type)	MCC	\$26,960	3,618	\$26,844	3,649	-0.4%	31
		041		CC	\$15,618	4,888	\$16,075	4,946	2.9%	58
		042		NA	\$12,181	1,655	\$12,508	1,493	2.7%	-162
		518	Back & neck procedures excluding spinal fusion, or disc device/ neurostimulator	MCC	\$25,568	1,986	\$25,506	2,146	-0.2%	160
		519	Back and neck procedure except spinal fusion with CC	CC	\$13,783	6,875	\$14,033	7,141	1.8%	266
		520	Back and neck procedure except spinal fusion without CC/MCC	NA	\$10,023	4,051	\$10,199	4,008	1.8%	-43
		981	Extensive OR procedure unrelated to principal Dx	MCC	\$33,190	22,306	\$33,836	20,667	1.9%	-1,639
		982		CC	\$17,406	9,924	\$17,426	9,954	0.1%	30
		983		NA	\$11,449	1,863	\$11,872	1,980	3.7%	117
MISC	Major Chest	163	Major chest procedures	MCC	\$33,003	11,457	\$32,802	12,752	-0.6%	1,295
		164		CC	\$17,857	14,308	\$17,912	14,999	0.3%	691
		165		NA	\$13,138	6,726	\$13,265	6,935	1.0%	209
	Aortic Heart Assist	268	Aortic and heart assist procedures except pulsation balloon	MCC	\$47,994	2,687	\$47,451	2,751	-1.1%	64
		269		NA	\$29,117	11,554	\$29,610	11,375	1.7%	-179
	Aortic Heart Assist	286	Circulatory disorders except AMI, w card cath	MCC	\$15,093	38,606	\$15,752	38,700	4.4%	94
		287		NA	\$7,573	32,576	\$7,755	33,158	2.4%	582
	Heart Failure	291	Heart failure & shock	MCC	\$8,989	327,029	\$9,287	322,238	3.3%	-4,791
		292		CC	\$5,997	14,521	\$6,130	13,898	2.2%	-623
		293		NA	\$3,931	2,423	\$3,907	2,046	-0.6%	-377
	Peripheral Vascular	299	Peripheral vascular disorders	MCC	\$11,036	14,956	\$11,513	15,230	4.3%	274
		300		CC	\$7,471	18,694	\$7,619	19,051	2.0%	357
		301		NA	\$4,970	4,338	\$5,077	4,268	2.2%	-70
	Vascular: Other Kidney and Urinary Tract	673	Other kidney & urinary tract procedures	MCC	\$25,892	14,883	\$29,820	11,072	15.2%	-3,811
		674		CC	\$16,679	5,957	\$16,428	8,517	-1.5%	2,560
		675		NA	\$11,108	345	\$11,140	580	0.3%	235

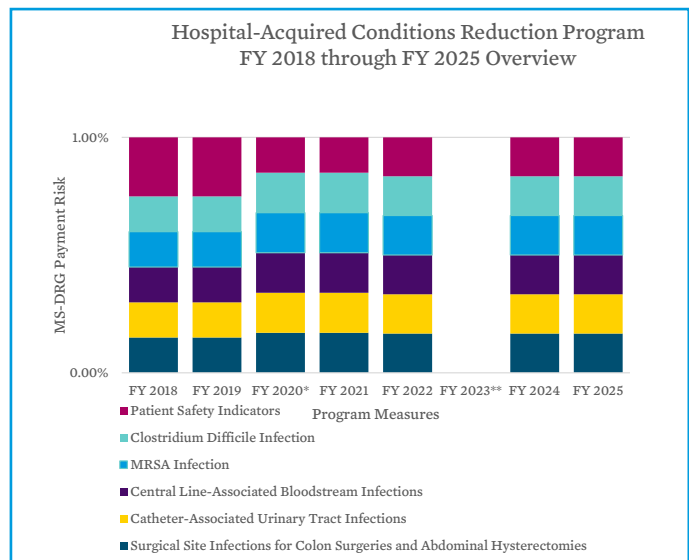
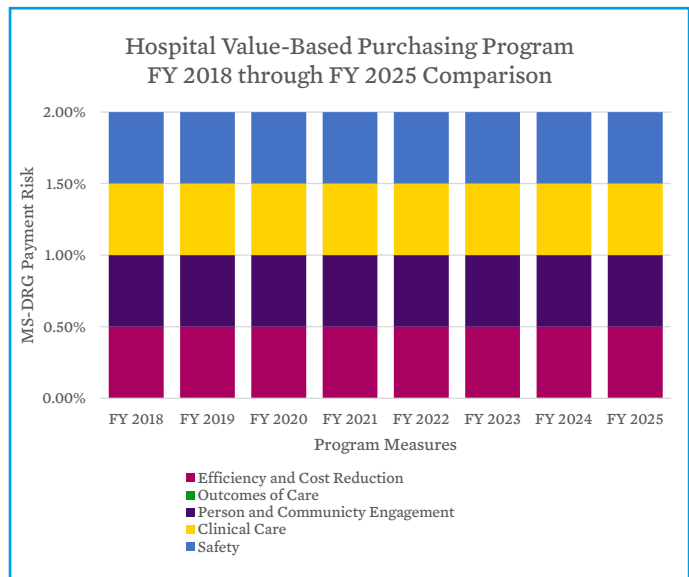
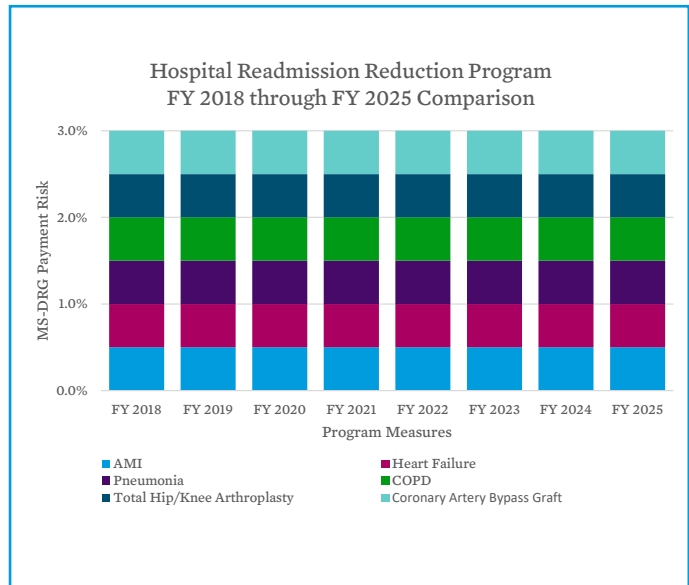
Medicare IPPS Comparison Chart: FY 2024 vs. FY 2025

MEDICARE PAYMENT RISK CONTINUES

As planned, Medicare will continue the scope and level of potential penalties of its payment reform initiatives, including the Hospital Readmissions Reduction Program and the Value-Based Purchasing Program. Risk to inpatient MS-DRG payments will continue at 3% and 2% respectively. The FY 2018 through FY 2025 makeup and impact of these two payment reform programs are illustrated in the charts on this page. As payment reforms continue to impact healthcare management and as Medicare changes the way in which health care providers are paid, Abbott will continue to explore programs that seek to improve meaningful patient outcomes through shared risk.

For more information on how Medicare's rulemaking or reform initiatives may impact your facility or institution, please contact Abbott's Reimbursement team at 855-569-6430 or at AbbottEconomics@abbott.com.

**CMS paused the use of all measures from scoring and payment calculations in the FY 2023 program year.



Medicare IPPS Comparison Chart: FY 2024 vs. FY 2025

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REFERENCES

Hospital Inpatient Prospective Payment-Final Rule FY2025 Payment Rates. CMS-1808-F: <https://www.cms.gov/medicare/payment/prospective-payment-systems/acute-inpatient-pps/fy-2025-ipp-final-rule-home-page>

Hospital Inpatient Prospective Payment-Final Rule FY2024 Payment Rates. CMS-1785-F: <https://www.cms.gov/medicare/acute-inpatient-pps/fy-2024-ipp-final-rule-home-page>

Tables created by Abbott Health Economics and Reimbursement team based on analysis of Medicare 2025 IPPS Final rule

Table(s) sources:

1. CMS Hospital Readmissions Reduction Program (HRRP) Resources. <https://www.qualitynet.org/inpatient/hrrp/resources>
2. CMS Hospital-Acquired Condition Reduction Program Measures. <https://qualitynet.cms.gov/inpatient/hac/measures>
3. CMS Hospital Inpatient Overview. <https://qualitynet.cms.gov/inpatient>

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