Abbott

HEALTH ECONOMICS & REIMBURSEMENT

2027 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, 2026, the Centers for Medicare & Medicaid Services (CMS) released the FY2027 Final Inpatient Prospective Payment System (IPPS) Rule, effective for inpatient services on October 1, 2026. Abbott has analyzed and summarized the varying impact to individual FY2026 Medicare Severity-Diagnosis Related Group.

(MS-DRG) payments for procedures supported by our technologies or therapy solutions. Please refer to the full FY2027 Final IPPS Rule to fully understand the changes to individual MS-DRGs.

Medicare IPPS Comparison Chart: FY2026 vs. FY2027

BU	Technology	MS-DRG	Description	Severity	FY 2026 - Final Rule		FY 2027 - Final Rule			
					Payment	Discharges (National)	Payment	Discharges (National)	% Change ($) YOY	Change (Discharges)
STRUCTURAL HEART	Surgical Valves	216	Cardiac valve & other major cardiothoracic procedures with cardiac catheterization	MCC	$71,187	5,502	$73,020	5,674	2.6%	172
		217		CC	$47,847	1,717	$50,284	1,728	5.1%	11
		218		None	$47,847	279	$50,284	274	5.1%	(5)
		219	Cardiac valve & other major cardiothoracic procedures without cardiac catheterization	MCC	$55,873	12,449	$56,455	13,561	1.0%	1,112
		220		CC	$38,806	9,272	$40,685	9,140	4.8%	(132)
		221		None	$36,676	1,157	$34,827	1,215	-5.0%	58
		212	Concomitant aortic and mitral valve procedures	NA	$79,128	938	$84,542	980	6.8%	42
	Congenital Defects-Ventricular Septal	228	Other cardiothoracic procedures	MCC	$36,001	4,891	$36,694	6,045	1.9%	1,154
		229		CC-16, None-17	$22,918	6,328	$25,421	7,512	10.9%	1,184
	TEER, TAVI, and TMVR	266	Endovascular Cardiac Valve Replacement & Supplement Procedure	MCC	$44,595	24,315	$43,872	27,531	-1.6%	3,216
		267		None	$34,643	39,749	$34,884	41,765	0.7%	2,016
	Atrial Septal, PFO Closure	273	Percutaneous intracardiac procedures	MCC	$30,020	9,386	$31,761	9,856	5.8%	470
		274		None	$23,953	58,137	$24,620	60,935	2.8%	2,798
	PDA	270	Other major cardiovascular services	MCC	$38,394	16,465	$38,914	16,491	1.4%	26
		271		CC	$25,878	12,428	$26,581	11,675	2.7%	(753)
		272		None	$18,578	3,839	$18,365	3,457	-1.1%	(382)
	PVL	319	Other endovascular cardiac valve procedures	MCC	$32,475	1,003	$31,524	935	-2.9%	(68)
		320		None	$17,503	355	$15,996	329	-8.6%	(26)

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VASCULAR	Carotid	034	Carotid artery stent procedure	MCC	$28,166	2,115	$28,755	2,209	2.1%	94
		035		CC	$17,395	6,071	$17,773	6,148	2.2%	77
		036		None	$14,137	8,275	$14,184	7,798	0.3%	(477)
	CABG	231	Coronary bypass with PTCA	MCC	$61,342	755	$64,838	764	5.7%	9
		232		None	$44,116	402	$46,014	363	4.3%	(39)
		233	Coronary bypass with cardiac catheterization	MCC	$55,632	8,410	$59,227	8,163	6.5%	(247)
		234		None	$39,751	7,435	$40,670	6,676	2.3%	(759)
		235	Coronary bypass without cardiac catheterization	MCC	$42,704	11,187	$43,244	11,797	1.3%	610
		236		None	$30,481	14,521	$32,051	13,953	5.2%	(568)
	Coronary PCI without intraluminal device (stent)	250	Percutaneous cardiovascular procedures without intraluminal device with MCC	MCC	$15,882	2,654	$17,284	2,878	8.8%	224
		251	Percutaneous cardiovascular procedures without intraluminal device without MCC	None	$10,875	2,291	$12,295	2,375	13.1%	84
		318	Percutaneous coronary atherectomy without intraluminal device	NA	$17,626	904	$19,347	925	9.8%	21
		325	Coronary intravascular lithotripsy without intraluminal device	NA	$23,361	693	$24,645	787	5.5%	94
	Coronary PCI with intraluminal device (stent)	321	Percutaneous cardiovascular procedures with intraluminal device with MCC or 4+ arteries/intraluminal devices	MCC	$19,799	30,435	$20,059	29,877	1.3%	(558)
		322	Percutaneous cardiovascular procedures with intraluminal device without MCC	None	$12,829	46,041	$13,114	44,026	2.2%	(2,015)
		323	Coronary intravascular lithotripsy with intraluminal device with MCC	MCC	$31,489	4,794	$32,773	5,572	4.1%	778
		324	Coronary intravascular lithotripsy with intraluminal device without MCC	None	$22,929	5,269	$23,578	6,078	2.8%	809
		359	Percutaneous coronary atherectomy with intraluminal device with MCC	MCC	$25,022	3,033	$24,964	2,971	-0.2%	(62)
		360	Percutaneous coronary atherectomy with intraluminal device without MCC	None	$17,568	3,948	$17,290	3,583	-1.6%	(365)
	Peripheral Vascular Revascularization	252	Other vascular procedures	MCC	$25,384	18,677	$25,730	18,451	1.4%	(226)
		253		CC	$18,888	14,223	$19,407	14,214	2.7%	(9)
		254		None	$12,965	5,039	$13,271	4,556	2.4%	(483)
	Peripheral Atherectomy and Vascular Plugs	270	Other major cardiovascular services	MCC	$38,394	16,465	$38,914	16,491	1.4%	26
		271		CC	$25,878	12,428	$26,581	11,675	2.7%	(753)
		272		None	$18,578	3,839	$18,365	3,457	-1.1%	(382)
	Peripheral Intravascular Lithotripsy	278	Ultrasound accelerated & other thrombolysis of peripheral vascular w/ MCC	MCC	$40,504	1,124	$46,906	2,014	15.8%	890
		279	Ultrasound accelerated & other thrombolysis of peripheral vascular w/o MCC	None	$26,243	1,705	$30,526	2,976	16.3%	1,271

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					Payment	Discharges (National)	Payment	Discharges (National)	% Change ($) YOY	Change (Discharges)
CARDIAC RHYTHM MANAGEMENT	ICD Systems and CRT-D	275	Cardiac defibrillator implant with cardiac catherization and MCC	MCC	$51,886	3,483	$52,884	3,530	1.9%	47
		276	Cardiac defibrillator implant with MCC	MCC	$43,709	3,436	$45,828	3,427	4.8%	(9)
		277	Cardiac defibrillator implant without MCC	None	$33,608	3,890	$34,662	3,745	3.1%	(145)
	Leadless Pacemaker	228	Other cardiothoracic procedures	MCC	$36,001	4,891	$36,694	6,045	1.9%	1,154
		229		None	$22,918	6,328	$25,421	7,512	10.9%	1,184
	Pacemaker Systems; CRT-P	242	Permanent cardiac pacemaker implant	MCC	$23,233	13,633	$23,080	12,651	-0.7%	(982)
		243		CC	$15,506	18,672	$15,575	18,272	0.4%	(400)
		244		None	$13,153	8,907	$13,034	8,486	-0.9%	(421)
	ICDs	245	AICD generator procedures	NA	$33,199	745	$34,331	740	3.4%	(5)
		265	AICD lead procedures	NA	$26,329	403	$24,062	373	-8.6%	(30)
	Cardiac Pacemaker Device Replacement	258	Cardiac pacemaker device replacement	MCC	$22,864	46	NA	NA	NA	NA
		259		None	$14,714	55	NA	NA	NA	NA
	Cardiac Pacemaker Revision	260	Cardiac pacemaker revision except device replacement	MCC	$23,670	2,978	NA	NA	NA	NA
		261		CC	$13,757	3,161	NA	NA	NA	NA
		262		None	$11,860	868	NA	NA	NA	NA
	Cardiac Pacemaker Revisions or Device Replacement	210	Cardiac pacemaker revision or device replacement with MCC	MCC	NA	NA	$24,130	2,940	NA	NA
		211	Cardiac pacemaker revision or device replacement without MCC	None	NA	NA	$13,371	3,941	NA	NA
	ICMs Implant (ICM for cryptogenic stroke)	040	Peripheral/Cranial Nerve and Other Nervous System Procedures Generator implantation only or replacement (any type)	MCC	$28,097	3,588	$27,463	3,660	-2.3%	72
		041		CC	$15,999	4,723	$16,104	4,647	0.7%	(76)
		042		None	$12,572	1,509	$12,382	1,352	-1.5%	(157)
ELECTROPHYSIOLOGY	Catheter Ablations, LAAC	273	Percutaneous intracardiac procedures	MCC	$30,020	9,386	$31,761	9,856	5.8%	470
		274		None	$23,953	58,137	$24,620	60,935	2.8%	2,798
	LAAC + Ablation	317	Concomitant Left Atrial Appendage Closure & Cardiac Ablation	None	$48,656	7,015	$52,381	17,667	7.7%	10,652
HEART FAILURE	Left Ventricular Assist Device (LVAD)	001	Heart Transplant or Implant of Heart Assist System	MCC	$203,923	2,501	$207,504	2,805	1.8%	304
		002		None	$82,459	51	$81,308	51	-1.4%	NA
	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	None	$154,451	9,435	$157,193	9,699	1.8%	264
		215	Other heart assist systems implant	None	$72,455	3,548	$74,936	3,737	3.4%	189
		216	Cardiac valve and other major cardiothoracic procedures with cardiac catheterization with MCC	None	$71,187	5,502	$73,020	5,674	2.6%	172

NA: There is no established Medicare payment in this setting.

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HEART FAILURE	Acute Mechanical Circulatory System (MCS)	217	Cardiac valve and other major cardiothoracic procedures with cardiac catheterization with CC	None	$47,847	1,717	$50,284	1,728	5.1%	11
		218	Cardiac valve and other major cardiothoracic procedures with cardiac catheterization without CC/MCC	None	$47,847	279	$50,284	274	5.1%	(5)
		219	Cardiac valve and other major cardiothoracic procedures without cardiac catheterization with MCC	None	$55,873	12,449	$56,455	13,561	1.0%	1,112
		220	Cardiac valve and other major cardiothoracic procedures without cardiac catheterization with CC	None	$38,806	9,272	$40,685	9,140	4.8%	(132)
		221	Cardiac valve and other major cardiothoracic procedures without cardiac catheterization without CC/MCC	None	$36,676	1,157	$34,827	1,215	-5.0%	58
	PA Pressure Monitor	264	Other Circulatory System O.R. Procedures	None	$24,309	8,429	NA	NA	NA	NA
		361	Other Circulatory System O.R. Procedures with MCC	MCC	NA	NA	$27,769	5,699	14.2%	NA
		362	Other Circulatory System O.R. Procedures without MCC	None	NA	NA	$16,231	2,714	NA	NA
NEUROMODULATION	Deep Brain Stimulation (DBS)	023	System implant, multi-array, rechargeable or non-rechargeable, plus leads	MCC	$41,698	12,980	$42,429	13,023	1.8%	43
		024		None	$28,466	5,043	$29,327	4,889	3.0%	(154)
		025	Lead placement only, or lead revision OR System implant, single array generator plus leads	MCC	$33,085	22,706	$34,073	23,464	3.0%	758
		026		CC	$22,625	6,273	$23,577	6,571	4.2%	298
		027		None	$18,359	7,487	$19,457	7,644	6.0%	157
		040	Generator only implant or replacement, single/multi array non-rechargeable or multi-array rechargeable	MCC	$28,097	3,588	$27,463	3,660	-2.3%	72
		041		CC	$15,999	4,723	$16,104	4,647	0.7%	(76)
		042		None	$12,572	1,509	$12,382	1,352	-1.5%	(157)
	Spinal Cord Stimulation (SCS) for Pain	028	Whole System implantation or replacement(generator plus leads)	MCC	$43,721	2,113	$45,442	2,255	3.9%	142
		029	Spinal procedures or spinal neurostimulators	CC	$24,825	3,046	$25,986	3,334	4.7%	288
		030	Spinal Procedures without CC/MCC	None	$15,974	892	$16,671	929	4.4%	37
		040	Peripheral/Cranial Nerve and Other Nervous System Procedures Generator implantation only or replacement (any type)	MCC	$28,097	3,588	$27,463	3,660	-2.3%	72
		041		CC	$15,999	4,723	$16,104	4,647	0.7%	(76)
		042		None	$12,572	1,509	$12,382	1,352	-1.5%	(157)
		518	Back & neck procedures excluding spinal fusion, or disc device/neurostimulator	MCC	$27,195	2,182	$27,567	2,412	1.4%	230
		519	Back and neck procedure except spinal fusion with CC	CC	$14,555	7,299	$15,041	7,587	3.3%	288

NA: There is no established Medicare payment in this setting.

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NEUROMODULATION	Spinal Cord Stimulation (SCS) for Pain	520	Back and neck procedure except spinal fusion without CC/MCC	None	$10,871	3,833	$11,494	3,651	5.7%	(182)
		981	Extensive OR procedure unrelated to to principal Dx	MCC	$34,141	20,574	$35,051	20,491	2.7%	(83)
		982		CC	$17,890	10,012	$17,920	10,061	0.2%	49
		983		None	$12,472	1,955	$11,925	1,889	-4.4%	(66)
MISC	Major Chest	163	Major chest procedures	MCC	$32,613	13,643	$33,165	14,396	1.7%	753
		164		CC	$18,367	14,893	$18,584	15,370	1.2%	477
		165		None	$13,929	6,966	$14,250	6,895	2.3%	(71)
	Aortic Heart Assist	268	Aortic and heart assist procedures except pulsation balloon	MCC	$50,049	2,525	$52,947	2,552	5.8%	27
		269		None	$30,731	9,849	$31,468	9,385	2.4%	(464)
	Aortic Heart Assist	286	Circulatory disorders except AMI, w card cath	MCC	$16,102	37,741	$16,387	39,061	1.8%	1,320
		287		None	$7,787	32,656	$7,970	33,385	2.4%	729
	Heart Failure	291	Heart failure & shock	MCC	$9,342	303,003	$9,373	304,658	0.3%	1,655
		292		CC	$6,178	12,867	$6,364	12,396	3.0%	(471)
		293		None	$4,119	1,916	$4,034	1,763	-2.1%	(153)
	Peripheral Vascular	299	Peripheral vascular disorders	MCC	$11,881	15,185	$11,704	16,190	-1.5%	1,005
		300		CC	$7,768	19,349	$7,732	19,722	-0.5%	373
		301		None	$5,237	4,024	$5,270	3,824	0.6%	(200)
	Vascular: Other Kidney and Urinary Tract	673	Other kidney & urinary tract procedures	MCC	$30,574	10,391	$31,420	10,881	2.8%	490
		674		CC	$17,017	8,244	$16,628	8,129	-2.3%	(115)
		675		None	$11,944	544	$11,741	443	-1.7%	(101)

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REFERENCES

Hospital Inpatient Prospective Payment-Final Rule FY2026 Payment Rates. CMS-1833-F: https://www.cms.gov/medicare/payment/prospective-payment-systems/acute-inpatient-pps/fy-2026-ipps-final-rule-home-page

Hospital Inpatient Prospective Payment-Final Rule FY2027 Payment Rates. CMS-1849-F: https://www.cms.gov/medicare/payment/prospective-payment-systems/acute-inpatient-pps/fy-2027-ipps-final-rule-home-page

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