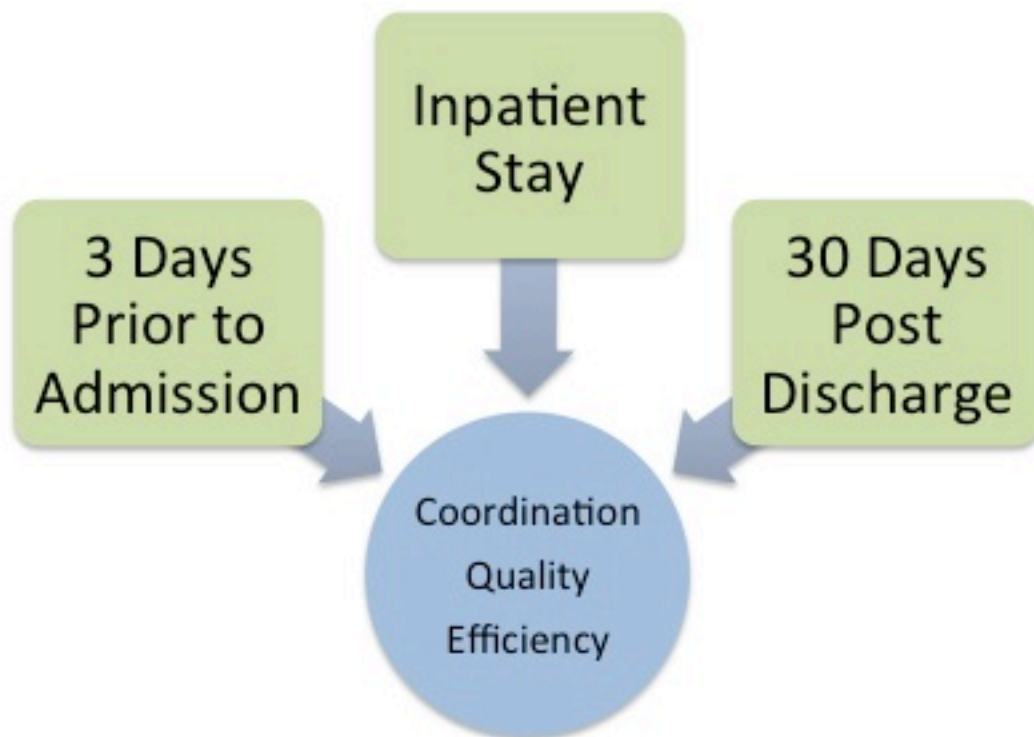


# ALIGNING PAYMENT WITH QUALITY: PAYMENT BUNDLING

In June 2008, MedPAC made recommendations designed to improve the efficiency of hospital episodes, such as bundled payments for select services.



## MEDICAID

- Beginning on January 1, 2012, establishes a bundled payment pilot program under Medicaid in up to 8 states.
- Focus on episode of care that includes hospitalization and concurrent physician services.

## MEDICARE

- Beginning January 1, 2013, establishes a 5-year national, voluntary pilot program for hospitals, physicians and post-acute care providers to improve coordination, quality and efficiency through bundled payment models.
- Pilot program will cover inpatient, outpatient, post-acute care (IRFs, SNFs, HHAs & LTCHs), & physician services.