Medicare Payment Trends for Hip and Knee Surgeries in the United States

Code (DRG/CPT)	2018		2019		2020		2021		2022 (proposed)		% Change from 2021
	Weight	Rate	Weight	Rate	Weight	Rate	Weight	Rate	Weight	Rate	110111 2021
IPPS ¹ , ²											
469	3.201	\$17,837.66	3.1742	\$17,921.78	3.1399	\$18,200.84	3.0989	\$18,530.61	3.0866	\$18,952.62	+2.3%
470	2.0543	\$11,447.64	1.9898	\$11,234.56	1.9684	\$11,410.09	1.9104	\$11,423.69	1.9015	\$11,675.76	+2.2%
521 ³							3.0652	\$18,329.99	3.0663	\$18,827.97	+2.7%
522 ⁴			1		-		2.1943	\$13,121.34	2.1903	\$13,449.08	+2.5%
OPPS											
27130			1		147.2988	\$11,899.38	148.7344	\$12,314.76	Coming July 2021		
27447	128.7225	\$10,122.22	134.7827	\$10,713.88	147.2988	\$11,899.38	148.7344	\$12,314.76			
27429*	128.7225	\$10,122.22	134.7827	\$10,713.88	147.2988	\$11,899.38	148.7344	\$12,314.76			
ASC											
27130							180.4429	\$8,833.04	Coming July 2021		
27447			-		180.3081	\$8,609.17	179.2409	\$8,774.20			
27429*	111.2415	\$5,069.83	151.2694	\$7,041.74	224.0958	\$10,717.80	211.7260	\$10,364.41			
PFS											
27130 ⁵	35.9996	\$1,409.74	36.039	\$1,408.77	36.0896	\$1,415.07	34.8931 ⁶	\$1,322.45	Coming July 2021		
27447 ⁷	35.9996	\$1,408.30	36.039	\$1,408.05	36.0896	\$1,413.27	34.8931 ⁸	\$1,320.70			



¹ National Payment Amount — Projected by CMS of the baseline amount that will be paid nationally for the MS-DRG. This amount DOES NOT INCLUDE facility-specific calculation of teaching, disproportionate share, capital, and outlier payments for all cases. See footnote 2.

² Assumes hospital reported quality data and is a meaningful EHR user.

³ New DRG code finalized for 2021 "hip replacement with principal diagnosis of hip fracture with MCC"

⁴ New DRG code finalized for 2021 "hip replacement with principal diagnosis of hip fracture without MCC"

⁵ Total RVUs – 2020 (39.21); 2021 (37.88)

⁶ 2021 Final PFS Conversion Factor — Conversion factor (CF) reduction required by statutory budget neutrality adjustment law. Partially offset by CF increase based on (1) one-time 3.75% increase for 2021, and (2) delayed implementation of the inherent complexity add-on code for e/m services (G2211).

⁷ Total RVUs: 2020 (39.16); 2021 (37.83)

⁸ 2021 Final PFS Conversion Factor — CF reduction required by statutory budget neutrality adjustment law. Partially offset by CF increase based Increase based on (1) one-time 3.75% increase for 2021, and (2) delayed implementation of the inherent complexity add-on code for e/m services (G2211).

^{*} For comparison purposes the CPT code for Reconstruction Knee is included