

# All Bundled Payment Models Impacted by ED Admissions

	Model 1	Model 2	Model 3	Model 4
<b>Episode</b>	All acute patients; all DRGs	Selected DRG's, hospital plus post acute period	Selected DRG's, post acute period only	Selected DRG's, hospital plus <b>readmissions</b>
<b>Services included in Bundle</b>	All Part A services paid as part of the MS-DRG payment	All non-hospice Part A & B services during the initial inpatient stay, post acute period & <b>readmissions</b>	All non-hospice Part A & B services during the post acute period & <b>readmissions</b>	All non-hospice Part A & B services (including the hospital & physician) during initial inpatient stay & <b>readmissions</b>
<b>Payment</b>	Retrospective	Retrospective	Retrospective	<b>Prospective</b>
<b>Severity of Financial Impact of avoidable Hospitalization</b>	Medium	<b>High</b>  <i>Note: CCJR most closely resembles Model 2.</i>	<b>High</b>	<b>Severe</b> <i>(reduction in initial episode payment; impacts health systems immediate cash flow)</i>

Sources: [www.joshluke.org](http://www.joshluke.org); The National Bundled Payment Collaborative; H IN Reducing Readmission Survey, November 2009