

CAPITOL STREET

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Psych Payment: 2025 +2.6%

We Said Refinement Possible & Big Shifts Unlikely for '25

Relevant Companies



The 179-page proposal can be found [here](#).

»» Our Take & Next Up

The proposed 2025 IPF rule would provide +2.6% rates to Psych hospitals, in line with our expectations and preview of 3/14 with no draconian new policies for '25. Urban and rural freestanding for-profits to see +2.2% and +4.1%, respectively. Despite Congressionally-mandated analysis of the somewhat dated PPS we said that we do not foresee major draconian pay updates for psych hospitals (near-term). We do look for DRG reforms in the out years; see highlights of the payment rule and Background below.

»» Key Points

The market basket (MB) increase is proposed to be +3.1% with a 0.4% point reduction for the...

Want to keep reading or learn more?

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