

## **Assessing payment adequacy: Inpatient rehabilitation facility services**

**ISSUE:** By law, each year the Commission is required to review Medicare payment policies and to make recommendations to the Congress. The Commission asks whether payments to IRFs are adequate and how they should be updated in 2014.

**KEY POINTS:** We examine the following factors using the most recent available data to assess whether Medicare payments for IRFs are adequate:

- beneficiaries' access to care
  - supply of facilities, occupancy rates, and the number of rehabilitation beds
  - volume of services
- quality of care
- provider payments, costs, efficiency, and
- access to capital

**ACTION:** Commissioners should review the findings and be prepared to vote on the draft recommendations.

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