

DRG	Ave. DRG Payment	Ave. Supply Cost	Supply Cost as a % of DRG	Payment Profitability Benchmark	Currently Profitable?
209	\$10,073(b)	\$5,000(d)	49.6%	35%(c)	N
515	\$28,442(a)	\$31,705(b)*	1.11%	50%(d)	N
552	\$10,485(b)	\$6,303(b)	60%	50%(d)	N
558	\$11,390(a)	\$3,800(b)	33.3%	35%(d)	Y

Note: Average supply cost for DRG 515 & 552 includes only generator and lead(s)
Average cost for DRG 558 includes DES, wire, guide, balloon & inflation device

Source:

(a) SG2 Newsletter, May 1, 2006

(b) Premier Inc. Ortho and Cardiac Focus Studies 2005-2006

(c) Guthrie et al, 2005, 42

(d) Assumption

* DRG Payment for CRT-D (Average DRG payment for ICD is \$26,895)

DRG = Diagnosis Related Group

DRG 209: Major joint and limb reattachment procedures of lower extremity

DRG 515: Cardiac Defibrillator Implant w/o Cardiac Cath

DRG 552: Permanent pacemaker implant

DRG 558: Perc. CV Proc w/Drug-Eluting Stent w/Major CV Dx