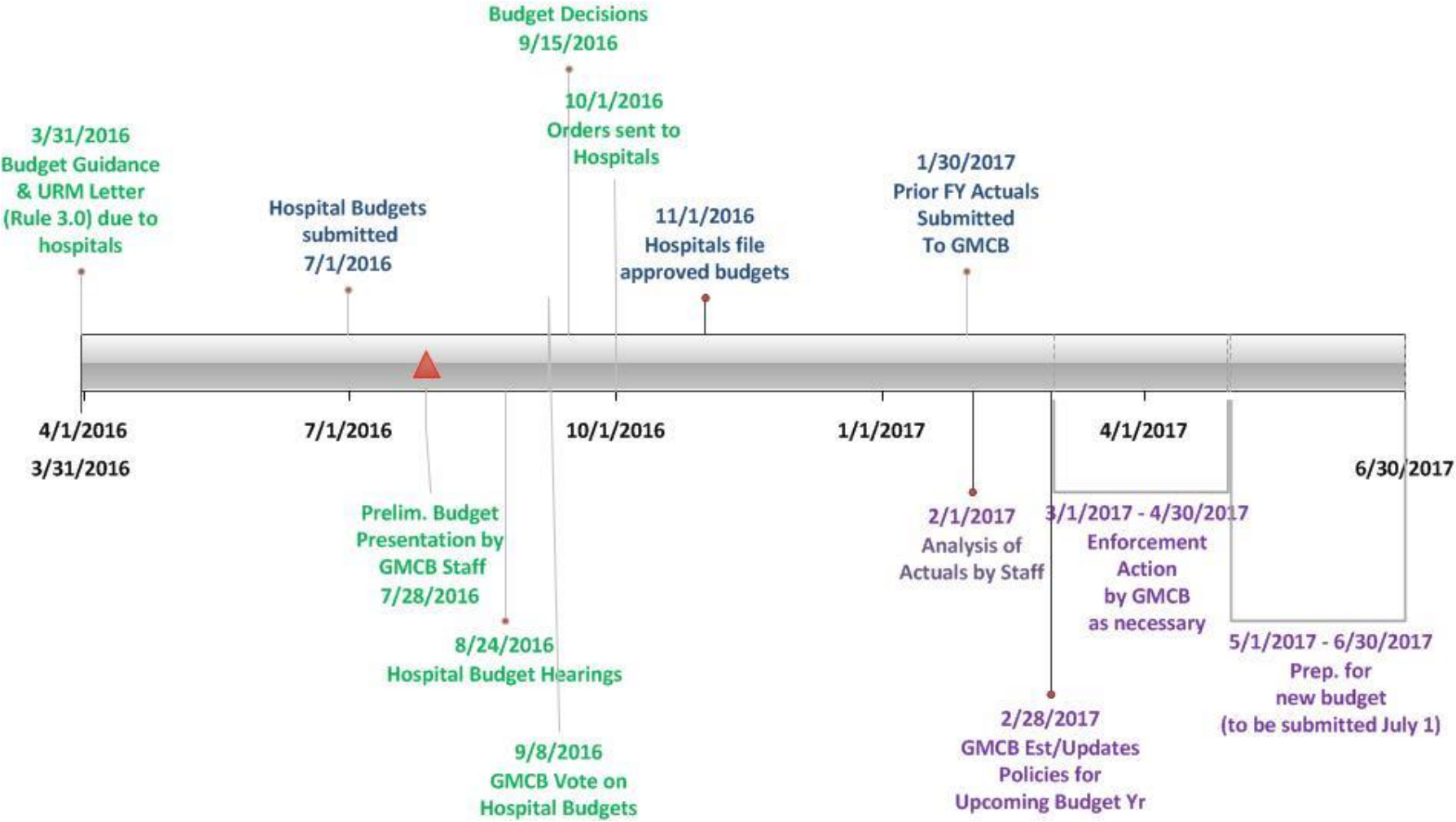


Presentation to Senate Finance

Al Gobeille, Chair
Green Mountain Care Board

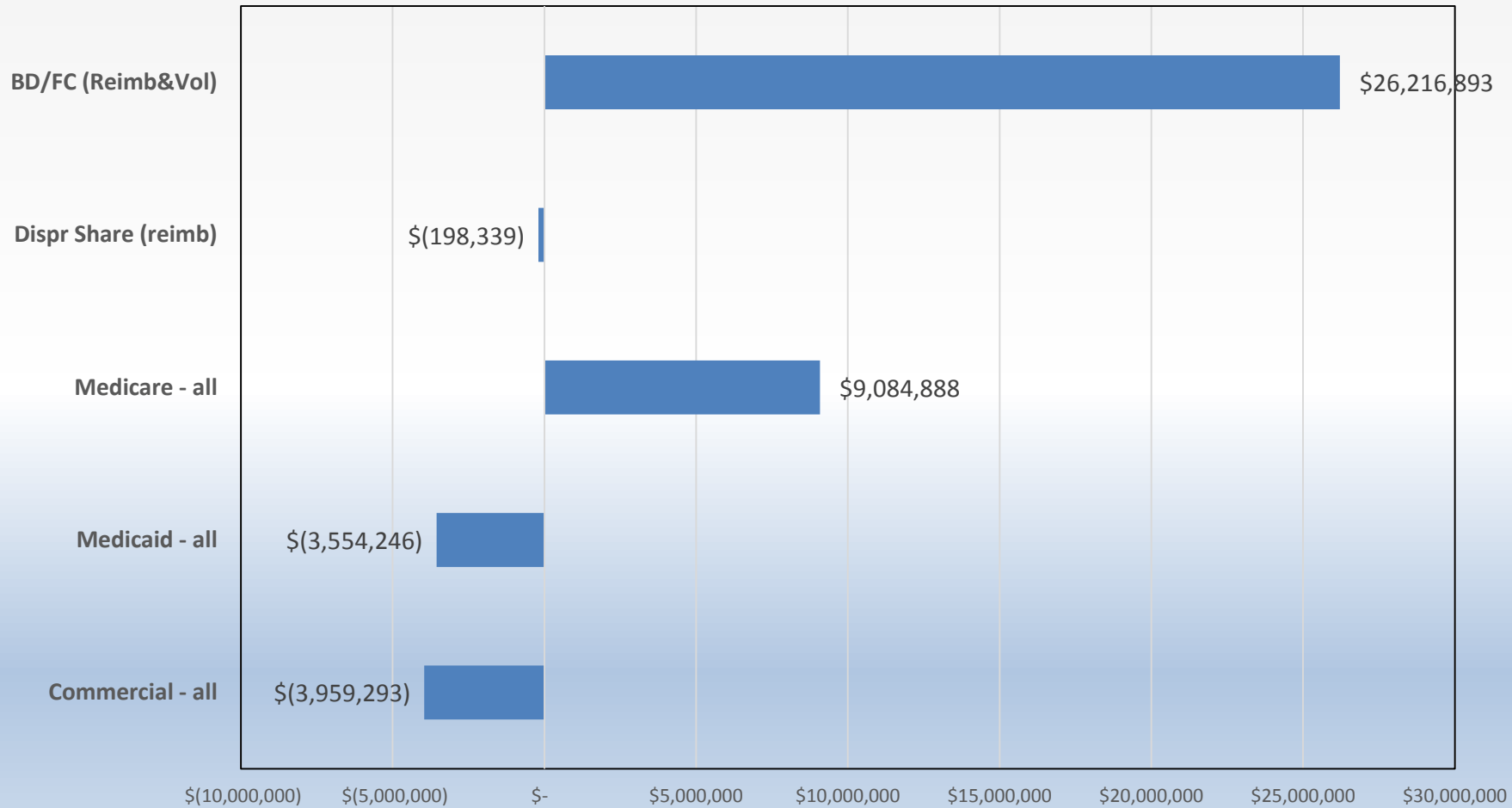
Thursday, April 14, 2016

DRAFT Hospital Budget GMCB Process
Timeline



Analysis of net patient revenues (Volume, Acuity, Reimbursement)

University of Vermont Medical Center
Actual over(under) Budget by Payer



University of Vermont Health Network (UVMHN)

Net patient revenue (NPR) total over 2015 Budget	\$35,358,719
GMCB variance policy 0.5%	<u>\$6,269,948</u>
Adjusted NPR over 2015 Budget	\$29,088,771



Two Options To Reduce Rates:



\$29,088,771 (Adj NPR over 2015 Bud)
-\$11,635,508 (40% Exp.)
\$17,453,263 (Applied to Rates)

\$12 Million Community/Pop. Health
\$3 Million Accountable Care Organization
\$14 Million Applied to Rates

Board Decision

\$17 Million Applied to Rates
(Potential %4.25 rate reduction)
\$12 Million Population Health

Rutland Regional Medical Center (RRMC)

Net patient revenue (NPR) total over 2015 Budget	\$4,189,697
GMCB variance policy 0.5%	<u>\$1,120,695</u>
Adjusted NPR over 2015 Budget	\$3,069,002

Two Options to Reduce Rates:

\$3,069,002 (Adj. NPR over 2015 Bud.)
-\$1,227,601 (40% Exp)
\$1,841,401 (Applied to Rates)

\$5.3 Million Annualized
3.7% Rate Reduction
\$1 Million Population Health

Board Decision

\$1.1 Million Population Health
\$2.2 Million Applied to Rates through 9/30/16

QUESTIONS