



Rutland Regional Medical Center

An Affiliate of Rutland Regional Health Services

160 Allen Street
Rutland, VT 05701
802.775.7111

April 5, 2016

Ms. Donna Jerry
Health Policy Analyst
State of Vermont
Green Mountain Care Board
89 Main Street
Montpelier, VT 05620-3101

Re: Pharmacy

Dear Donna:

I am writing in follow-up to our conversation on the telephone to provide you additional information on our pharmacy request.

As you are aware, RRMCM has operated a pharmacy for many years. It provides drugs to our patients in all of the various inpatient and outpatient settings of the organization. In addition, RRMCM would like to begin providing retail pharmacy services to primarily our own employees. We would anticipate selling a small amount of pharmaceuticals to non-employees as well - primarily patients picking up prescriptions upon discharge. The incremental operating costs anticipated for this program are as follows:

Salaries & benefits	\$283,000
Other Costs of Goods Sold	36,900
Other Expenses	35,100

Total	\$355,000
	=====

To be clear, as we discussed, this does not include the cost of goods now being purchased in retail pharmacies in the community by our staff. That expense is already in RRMCM's budget as a benefit expense for our employees.

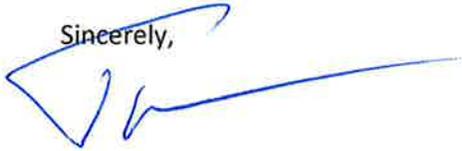
RRMC/DJerry, St of VT
April 5, 2016
Page 2

The anticipated capital expense associated with this program expansion is \$600,000.

My question, of course, is does this require a CoN?

I appreciate your attention to this matter.

Sincerely,



Thomas W. Huebner
President and CEO

TWH/jsb

Cc: Barb Robinson
Judi Fox