
Vermont Hospital Budgets

FY 2017 Budget Guidance

January 2016

VERMONT HEALTH REFORM



Purpose of this meeting

- FY 2017 Hospital Budget guidance plans
 - Considerations for proposed plans
 - Proposed budget guidance objectives
 - Proposed policies
 - Proposed timelines

- Update on FY 2015 and FY 2016 hospital budget reporting

FY 2017 Budget Guidance Considerations

- Development of all-payer waiver not finalized
- Hospital budget process will need to adapt to all-payer
- Hospital budget process will need to adapt to insurance rate review
- Operational considerations need to be built
 - Reporting enhancements
 - Decision making process – who, what, when, where, why

FY 2017 Budget Guidance Objectives

- Maintain established overall growth limit
- Continue to encourage hospitals to adapt to health reform initiatives
- Maintain and update GMCB budget policies
 - Enforcement
 - Physician transfer/acquisitions
 - Community Needs Assessments
- Use budget hearing process to begin to understand:
 - Issues to coordinate to all payer waiver
 - Issues to coordinate with insurance rate review process
 - Reporting improvements – ACO, physician, regulated entity

2017 Budget Guidance Timeline

- December Staff preparation of hospital FY 2017 budget guidance
- January 6 Staff presents 2017 draft guidance elements to GMCB
- Jan 1 – 20 Staff meets with hospital CEOs
- Jan 21 Board votes on draft 2017 guidance
- Jan 21 – Feb 4 Public comment period on 2017 Guidance
- Feb 25 Board finalizes FY 2017 Budget guidance & instructions
- March 3 Board 2017 budget guidance sent to hospitals

Status of other Budget process events

- Jan 29 Hospitals submitting 2015 actual performance
- Feb 25 Staff presents finding on 2015 actuals
- March Board meeting TBD for 2015 follow -up
- Dec - May Monthly hospital budget reports for 2016

GMCB Next Steps

- Deliberate Budget Guidance elements
- Discuss and identify other process/information needs