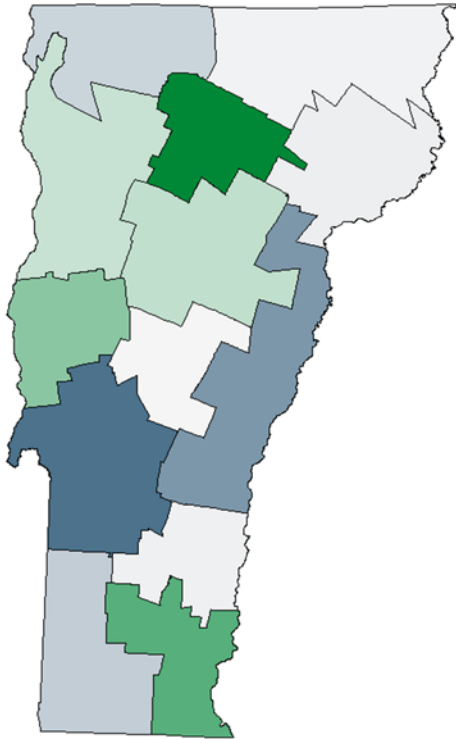


Fiscal Year 2018 Springfield Hospital

Enforcement Discussion

April 24, 2019



Overview

1. FY18 Actuals
2. FY19 Year-to-Date (as of February 28, 2019)
3. FY19 Forecast
4. 5-Year Results
5. Discussion with Springfield Hospital

Springfield Hospital

FY18 and FY19 Budgets Submitted and Approved¹

Net Patient Revenue/Fixed Prospective Payment (NPR/FPP)

FY18			FY19		
Submitted	Approved*	% Change from FY17 Budget	Submitted	Approved	% Change from FY18 Budget
\$59,375,198	\$59,375,198	0.4%	\$59,996,953	\$59,996,953	1.0%

Charge

FY18		FY19	
Submitted	Approved	Submitted	Approved*
6.5%	6.5%	5.0%	5.0%

*On March 27, Springfield Hospital requested an increase in charge of an additional 5.0%.

Data Sources:

¹ FY18 & FY19 Budget Orders

Springfield Hospital

FY18 Actuals²

Budget-to-Actual FY18 % Variance		FY18 Year-End Results As of September 30, 2018		
NPR/FPP % Variance	Operating Expenses % Variance	Operating Margin	Total Margin	Days Cash on Hand
-10.8%	3.5%	-12.8%	-12.0%	47

Actual-to-Actual FY17 to FY18 Comparison				
NPR/FPP % Change	Operating Expenses % Change	Operating Margin % Change (points)	Total Margin % Change (% points)	Days Cash on Hand Change (days)
1.9%	7.6%	-5.7%	-8.8%	-55

Operating Margin and Total Margin, when expressed as a percentage (%): comparisons between years are represented as a % change in points, not a % change in value. Results represent the difference in % points between the original value and the comparison value.

Data Sources:

² [FY18 Year-End Actuals Report](#)

Springfield Hospital

FY19 Year-to-Date as of February 28, 2019³

Budget-to-Actual FY19 YTD February			FY19 YTD February As of February 28, 2019			
NPR/FPP % Variance	Operating Expenses % Variance		Operating Margin	Total Margin	Days Cash on Hand	
-5.4%	3.9%		-7.9%	-12.7%	9.4	

Actual-to-Actual FY18 to FY19 YTD Comparison			FY18 YTD February As of February 28, 2018			
NPR/FPP % Change	Operating Expenses % Change		Operating Margin	Total Margin	Days Cash on Hand*	
1.6%	5.0%		-4.6%	-1.8%	NA	

FY19 Projection					
	NPR/FPP	Operating Expenses	Operating Margin	Total Margin	Days Cash on Hand
Projection (full-year)	\$56,744,498	\$61,263,104	-4.9%	-6.5%	8.8
Budget-to-Projection Variance (% , points or days)	-5.4%	1.0%	-6.2%	-9.2%	-98.0

*Hospitals did not submit Days Cash on Hand as part of FY2018 year-to-date reporting.

Data Sources:

³ FY18 and FY19 year-to-date February submission from hospital

Springfield Hospital

5-Year Results^{2,4}

NPR/FPP							
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	5-Year CAGR	Budget FY2019
(\$)	\$49,727,116	\$55,926,090	\$53,638,120	\$51,999,349	\$52,978,810	1.6%	\$59,996,953
(% Change)		12.5%	-4.1%	-3.1%	1.9%		

Operating Expenses							
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	5-year CAGR	Budget FY2019
(\$)	\$55,453,904	\$55,629,486	\$55,187,774	\$57,491,695	\$61,860,030	2.8%	\$60,641,591
(% Change)		0.3%	-0.8%	4.2%	7.6%		

Data Sources:

² [FY18 Year-End Actuals Report](#)

⁴ FY19 Hospital Budget Submissions

Springfield Hospital

5-Year Results^{2,4,5}

Operating Margin						
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	Budget FY2019
(\$)	-\$3,783,385	\$2,264,152	\$181,122	-\$3,835,857	-\$6,996,078	\$810,362
(%)	-7.3%	3.9%	0.3%	-7.1%	-12.8%	1.3%

Total Margin						
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	Budget FY2019
(\$)	-\$6,021,404	-\$435,797	\$380,184	-\$1,778,238	-\$6,628,574	\$1,670,362
(%)	-12.2%	-0.8%	0.7%	-3.2%	-12.0%	2.7%

Data Sources:

² [FY18 Year-End Actuals Report](#)

⁴ FY19 Hospital Budget Submissions

⁵ Adaptive Insights Planning

Springfield Hospital

- Swearing-in and Oath
- Discussion with Springfield Hospital
- Follow up with GMCB Staff