

Green Mountain Care Board
144 State Street
Montpelier, VT 05602

802-828-2177
www.gmcbboard.vermont.gov

Kevin Mullin, Chair
Jessica Holmes, PhD
Robin Lunge, JD, MHCDS
Maureen Usifer
Tom Pelham
Susan Barrett, JD, Executive Director

March 29, 2018

RE: FY 2019 Hospital Budget Guidance and Reporting Requirements

Dear Hospital CEO:

At its public meeting on March 28, 2018, the Green Mountain Care Board finalized its FY 2019 Hospital Budget Guidance and Reporting Requirements (Guidance) and approved a net patient revenue (NPR) target of 2.8% with an additional allowance of 0.4% for health reform investments. *See* Guidance at p. 9, attached.

In addition to setting the NPR target, the Board voted to rebase the budgets of two hospitals (Porter Medical Center and UVM Medical Center) based on their actual performance for FY 2017. Although the Board declined to rebase the budgets of all hospitals whose FY 2017 actual performance varied substantially from their approved budgets, the Board requested that each hospital more closely align its FY 2019 budget submission with its actual FY 2017 performance and its updated projection of FY 2018 actual performance.

On behalf of the hospital budget team and members of the Green Mountain Care Board, I'd like to thank you and your staff for your valuable input and participation throughout this process. If you have any questions regarding the attached Guidance, please feel free to contact me, Thomas Crompton, Lori Perry or Janeen Morrison at (802) 828-2177.

Sincerely,

s/ Pat Jones

Pat Jones, Interim Director of Health System Finances

cc: Hospital CFO
Kevin Mullin, Chair, Green Mountain Care Board
Judy Henkin, General Counsel, Green Mountain Care Board
Michael Fisher, Health Care Advocate
Michael DelTrecco, VAHHS

