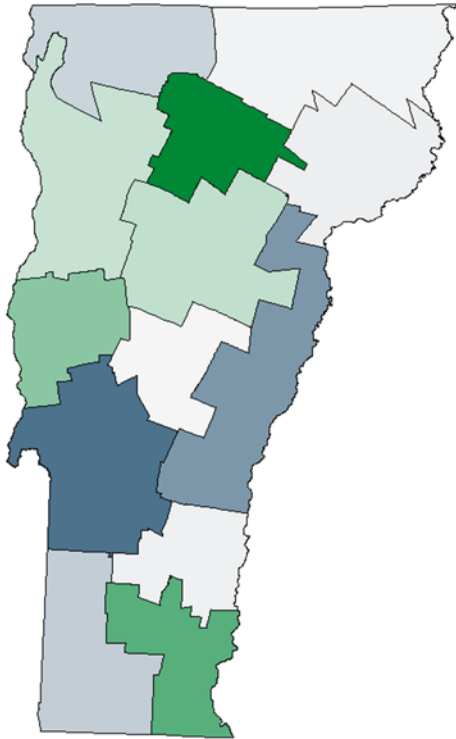


# Fiscal Year 2018 Copley Hospital

Enforcement Discussion

April 12, 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 Copley Hospital

# Copley Hospital

## FY18 and FY19 Budgets Submitted and Approved<sup>1</sup>

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

FY18			FY19		
Submitted	Approved*	% Change from FY17 Budget	Submitted	Approved	% Change from FY18 Budget
\$69,663,508	\$68,024,531	4.9%	\$72,037,976	\$70,201,316	3.2%

\*Adjusted for DSH; if further adjusted for the physician acquisition and/or transfer, the NPR would be an increase of 5.6% from its FY17 budget.

### Charge

FY18		FY19	
Submitted	Approved	Submitted	Approved
0.0%	-3.4%	7.9%	4.5%

Data Sources:

<sup>1</sup> FY18 & FY19 Budget Orders

# Copley Hospital

## FY18 Actuals<sup>2</sup>

Budget-to-Actual FY18 % Variance	
NPR/FPP % Variance	Operating Expenses % Variance
-2.6%	0.6%

FY18 Year-End Results As of September 30, 2018		
Operating Margin	Total Margin	Days Cash on Hand
-3.3%	-2.4%	64

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%	4.3%	-2.7%	-6.3%	-20

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:

<sup>2</sup> [FY18 Year-End Actuals Report](#)

# Copley

## FY19 Year-to-Date as of February 28, 2019<sup>3</sup>

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	
-4.9%	-1.9%	-2.6%	-1.8%	61.8	
Actual-to-Actual FY18 to FY19 Comparison		FY18 YTD February As of February 28, 2018			
NPR/FPP % Change	Operating Expenses % Change	Operating Margin	Total Margin	Days Cash on Hand*	
1.8%	0.4%	-3.6%	-3.0%	NA	
FY19 Projection					
	NPR/FPP	Operating Expenses	Operating Margin	Total Margin	Days Cash on Hand
Projection (full-year)	\$68,229,138	\$70,844,185	-2.1%	-1.5%	60.4
Budget-to-Projection % Variance (% , points or days)	-2.8%	-0.4%	(points)	(points)	4.5

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

Data Sources:

<sup>3</sup> FY18 and FY19 year-to-date February submission from hospital

# Copley Hospital

## 5-Year Results<sup>2,4</sup>

NPR/FPP							
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	5-Year CAGR	Budget FY2019
(\$)	\$59,947,666	\$63,464,436	\$62,804,324	\$64,983,966	\$66,226,448	2.5%	\$70,201,316
(% Change)		5.9%	-1.0%	3.5%	1.9%		

Operating Expenses							
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	5-year CAGR	Budget FY2019
(\$)	\$57,514,548	\$60,870,560	\$64,312,384	\$66,780,338	\$69,683,657	4.9%	\$71,157,535
(% Change)		5.8%	5.7%	3.8%	4.3%		

Data Sources:

<sup>2</sup> [FY18 Year-End Actuals Report](#)

<sup>4</sup> FY19 Hospital Budget Submissions

# Copley Hospital

## 5-Year Results<sup>2,4,5</sup>

Operating Margin						
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	Budget FY2019
(\$)	\$4,237,981	\$4,002,957	-\$84,921	-\$377,946	-\$2,222,433	\$232,541
(%)	6.9%	6.2%	-0.1%	-0.6%	-3.3%	0.3%

Total Margin						
	Actuals FY2014	Actuals FY2015	Actuals FY2016	Actuals FY2017	Actuals FY2018	Budget FY2019
(\$)	\$4,440,927	\$4,652,272	\$177,715	\$2,676,111	-\$1,652,330	\$609,441
(%)	7.2%	7.1%	0.3%	3.9%	-2.4%	0.8%

Data Sources:

<sup>2</sup> [FY18 Year-End Actuals Report](#)

<sup>4</sup> FY19 Hospital Budget Submissions

<sup>5</sup> Adaptive Insights Planning

# Copley Hospital

- Swearing-in and Oath
- Discussion with Copley Hospital
- Follow up with GMCB staff