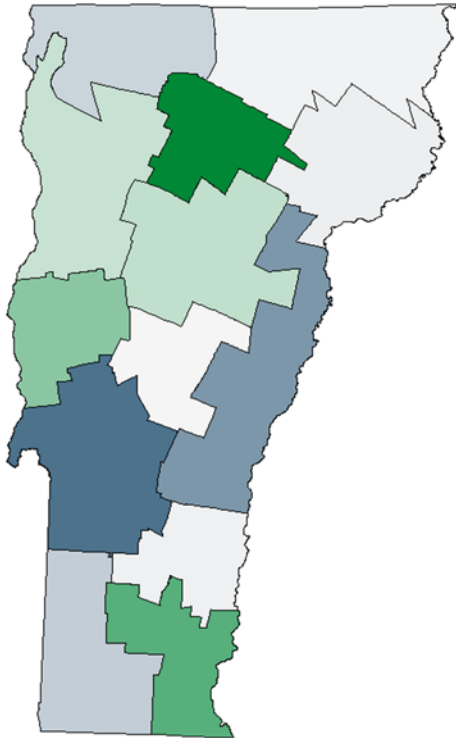


Fiscal Year 2019 Amended Budget Request

**Green Mountain Care Board Meeting
March 27, 2019
GMCB Hospital Budget Team**



Springfield Hospital

Request for Budget Modification

- Springfield Hospital requested a FY 2019 budget modification on March 27, 2019.
- The request is for a 5.0% increase in the hospitals average charge, effective May 1, 2019. The increase in FY 2019 NPR/FPP is estimated at \$488,924. The annualized increase is estimated at \$1,173,417.
- The hospital's Board of Trustees authorized the request at its March 12, 2019 meeting.
- Reasons for the request include:
 - Financial health
 - Negative operating margins despite cost containment efforts and cash position is tenuous at best.
 - They recently terminated their Child Birth services.

Springfield Hospital

Request for Budget Modification

Submitted Budget July 9, 2018

- FY19 Proposed Budget: \$59,996,953
- FY18 - FY19 Proposed NPR Growth: 1.0%; \$621,755
- FY19 Submitted Change in Charges Request 5.0%
- Participating in all 3 ACO programs in 2018

Approved Budget September 12, 2018

- FY19 Approved Budget: \$59,996,953
- FY19 Approved Change in Charges of 5.0%

Budget modification request received March 27, 2019

- FY19 Change in Charges requested increase of 5.0%, to 10.00% effective no earlier than May 1, 2019.

Springfield Hospital

Request for Budget Modification

Financial Indicators FY19A YTD September through January:

- Operating Margin: -11.6%
- Total Margin: -18.1%
- Days Cash on Hand: 17
- Days Payable 69.2
- Days Receivable 56.2

Approved	FY19 Budget	Staff Recommendation	Decision
Commercial Charge Increase	5.00%	<i>Participating in ACO For All Payers</i>	5.00%
Request	FY19 Budget	Staff Recommendation	Decision
Commercial Charge Increase	10.00%	<i>To be Determined</i>	