

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

DELIVERED ELECTRONICALLY

January 17, 2020

Mr. Charles Storrow, Esq.
Storrow & Buckley, LLP
One Blanchard Court, Suite 101
Montpelier, VT 05602

Mr. Todd Kummer
Vermont Open MRI
620 Hinesburg Rd.
South Burlington, VT 05403

RE: Docket No. GMCB-014-19con, Replacement of MRI System and Relocation of Services to 3000 Williston Road

Dear Mr. Storrow and Mr. Kummer:

Thank you for the information you provided on January 8, 2020, for the above referenced project. Please provide the following information:

Financial

1. **Balance Sheet, Table 4 A, B, C:** The capital lease obligations under the Liabilities and Fund Balance section, should reflect the same total amount financed as shown on Table 2.
2. **Balance Sheet, Table 4 A, B, C:** Cash and Investments have increased significantly in proposed years 2 and 3 which you attributed to payment of the owner of Vermont Open MRI through retained earnings. However, this would result in a decrease in retained earnings and Cash and Investments. Please correct and resubmit.
3. **Balance Sheet, Table 4 A, B, C:** Accumulated Depreciation for fixed equipment for 2019 is more than the asset amount and is thus over depreciated. Please correct the accumulated depreciation for 2019 and resubmit.
4. **Balance Sheet, Tables A, B, C:** Assets do not equal liabilities and fund balances. Please correct and resubmit.



5. **Statement of Cash Flows, Tables 5 A, B, C:** These tables also do not balance. Please correct and resubmit.
6. **Revenue Source Projections, Tables 6 A, B, C:** Gross patient revenue/deductions from revenues, bad debt and free care, and Net Patient Revenue should be the same as Tables 3 A, B, C gross patient revenue/deductions from revenues, bad debt and free care and Net Patient Revenue. Please correct and resubmit.
7. **Table 7, 8 and 9 A, B, C:** These tables are not completed correctly. Please correct as we discussed on the phone and resubmit.
8. Identify the line item reflected on Table 3 B and C (Income Statement) where the utilities and associated expenses for Vermont Open MRI are included.
9. Confirm whether the \$99,900 annual cost for the service agreement for the new Oasis MRI is reflected in Table 3 B and C (Income Statement). Identify the line item Table 3 B and C where this cost is included for year 1, 2, and 3. Also explain whether the \$49,450 a year for the rental lease to Minglewood and the \$27,821 for the annual triple net lease is included in Tables 3 B and C and identify the line item where these costs are included for year 1, 2 and 3.
10. In response to question 18 on page 5 of the submission dated January 8, 2020 you state that, “The enclosed Assumptions table has been revised accordingly.” Revised assumptions were not included in the submission dated January 8, 2020. Please provide.
11. In the jurisdictional determination, we requested the submission of the most recent audited financial statement for Vermont Open MRI. Please provide the most recent audited financial statement for Vermont Open MRI or if included under Minglewood, the statement for that entity.

Equipment

12. For the new Oasis MRI, provide a one-page proforma invoice from Hitachi that details each of the options Vermont Open MRI has selected for purchase, associated cost for each, and total cost.
13. Are the shielding and associated costs reflected in Tables 3 A-C, 4 A-C and 5 A-C? Identify the line item and the specific cost you have included in Tables 3 A-C, 4 A-C and 5 A-C. If not, please include these costs in each of these tables and resubmit.

In responding, restate the question in bold font and respond in unbolded font. Send an electronic copy to me at donna.jerry@vermont.gov and one hard copy (three-hole punched) with a Verification Under Oath to my attention at the Green Mountain Care Board, 144 State Street, Montpelier, Vermont 05602.

If you have any questions, please do not hesitate to contact me at 802-828-2918.



Sincerely,

s/ Donna Jerry

Donna Jerry

Senior Health Policy Analyst

cc. Michael Barber, General Counsel
Green Mountain Care Board

