

UVMMMC	FY2025 Cost Inflation	
	Original Budget	Revised Budget
Total Cost Inflation	\$85,434,400	\$98,656,926
Less Retail Pharmacy	(\$7,783,141)	(\$7,783,141)
<b>Net Cost Inflation for Commercial Rate Calc</b>	<b>\$77,651,258</b>	<b>\$90,873,784</b>
<b>Less:</b>		
FY2025 - Medicare Rate Increase	\$7,277,283	\$7,277,283
FY2025 - Medicare ACO Rate Increase	\$0	\$0
FY2025 - Medicaid Rate Increase	\$8,508	\$8,508
FY2025 - Other Payer Changes	\$2,016,053	\$2,016,053
APM Shared Savings	\$5,975,837	\$5,975,837
LOS Reduction & Placement Impacts	\$14,250,827	\$14,250,827
GME/IGT Change	\$4,000,000	\$7,259,044
UM/UR Change	\$2,217,597	\$2,217,597
PHSO	\$1,089,673	\$1,089,673
Legislative Changes - Bad Debt/Charity/Denials	\$2,706,261	\$2,706,261
Rate Impact on Bad Debt/Charity/Denials Calculation	(\$8,142,746)	(\$8,142,746)
<b>Sub-Total</b>	<b>\$31,399,293</b>	<b>\$34,658,337</b>
<b>Required Funding from Commercial Rate</b>	<b>\$46,251,965</b>	<b>\$56,215,447</b>
<u>Per 1 % Impact of Commercial Rate:</u>		
Budget Year ( 9 months: Jan-Sept)	\$7,104,757	\$7,104,757
<b>Commercial Rate Increase in FY2025 Budget</b>	<b>6.51%</b>	<b>7.91%</b>