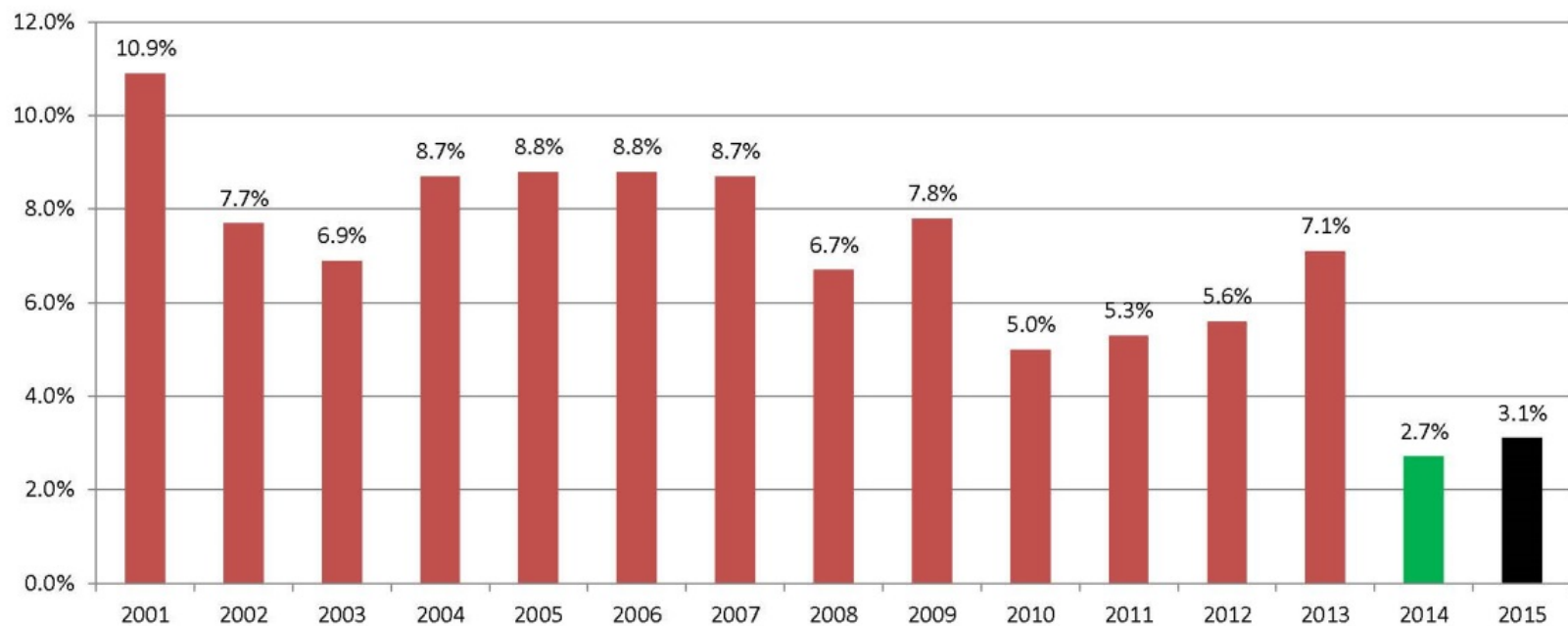


Green Mountain Care Board Update

Al Gobeille
Chair, Green Mountain Care Board

September 30, 2014

All Vermont Community Hospitals Net Patient Revenue Annual % Increase FY 2001 - 2015



Notes:

a Budget increase as approved by the GMCB for FY 2014 budgets

b Budget increase as approved by the GMCB for FY 2015 budgets

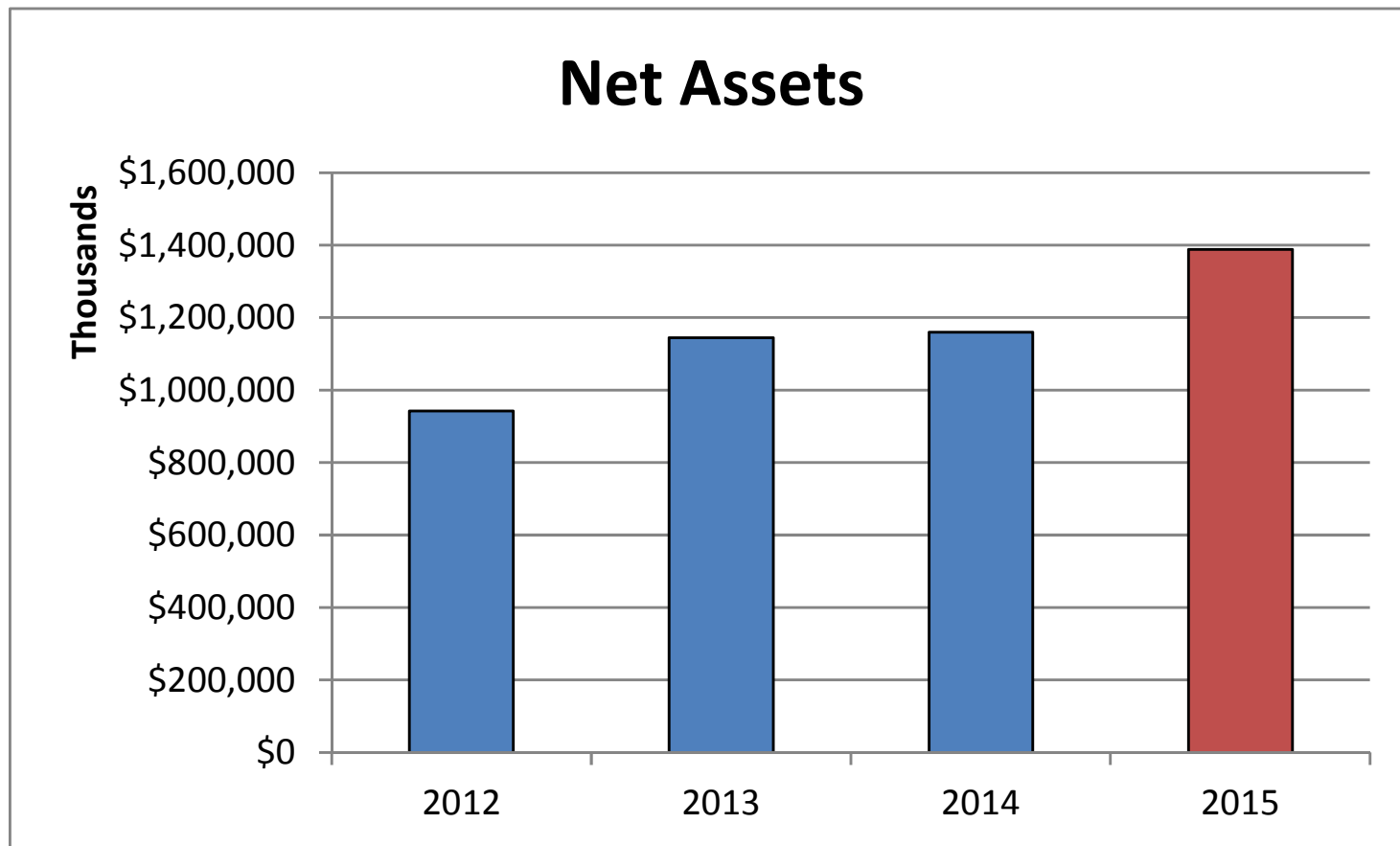
Adjusted to reflect bad debt reporting change in 2012

**Annual Rate Increase
Vermont Hospitals
FY 2012 - 2015**

Annual Rate Increase	Approved Rate 2012	Approved Rate 2013	Approved Rate 2014	Submitted Rate 2015	Approved Rate 2015
Brattleboro Memorial Hospital	7.4%	5.2%	5.8%	2.70%	2.70%
Central Vermont Medical Center	6.0%	5.0%	6.9%	5.90%	5.90%
Copley Hospital	6.0%	3.0%	6.0%	0.00%	0.00%
Fletcher Allen Health Care	5.9%	9.4%	4.4%	7.80%*	7.80%*
Gifford Medical Center	7.0%	6.1%	7.6%	5.60%	5.60%
Grace Cottage Hospital	10.6%	6.5%	6.0%	5.00%	5.00%
Mt. Ascutney Hospital & Health Ctr	3.5%	7.0%	5.0%	3.22%	3.22%
North Country Hospital	5.1%	4.6%	8.0%	8.30%	8.30%
Northeastern VT Regional Hospital	7.5%	6.5%	5.6%	5.00%	5.00%
Northwestern Medical Center	6.3%	2.9%	3.9%	6.40%	6.40%
Porter Medical Center	10.3%	5.0%	6.0%	5.00%	5.00%
Rutland Regional Medical Center	9.8%	10.3%	4.8%	8.40%	8.40%
Southwestern VT Medical Center	5.5%	6.8%	7.2%	4.50%	4.50%
Springfield Hospital	5.8%	6.0%	4.6%	5.45%	5.45%
Median - all hospitals	6.2%	6.1%	5.9%	5.23%	5.23%

*Commercial "Ask" per FAHC

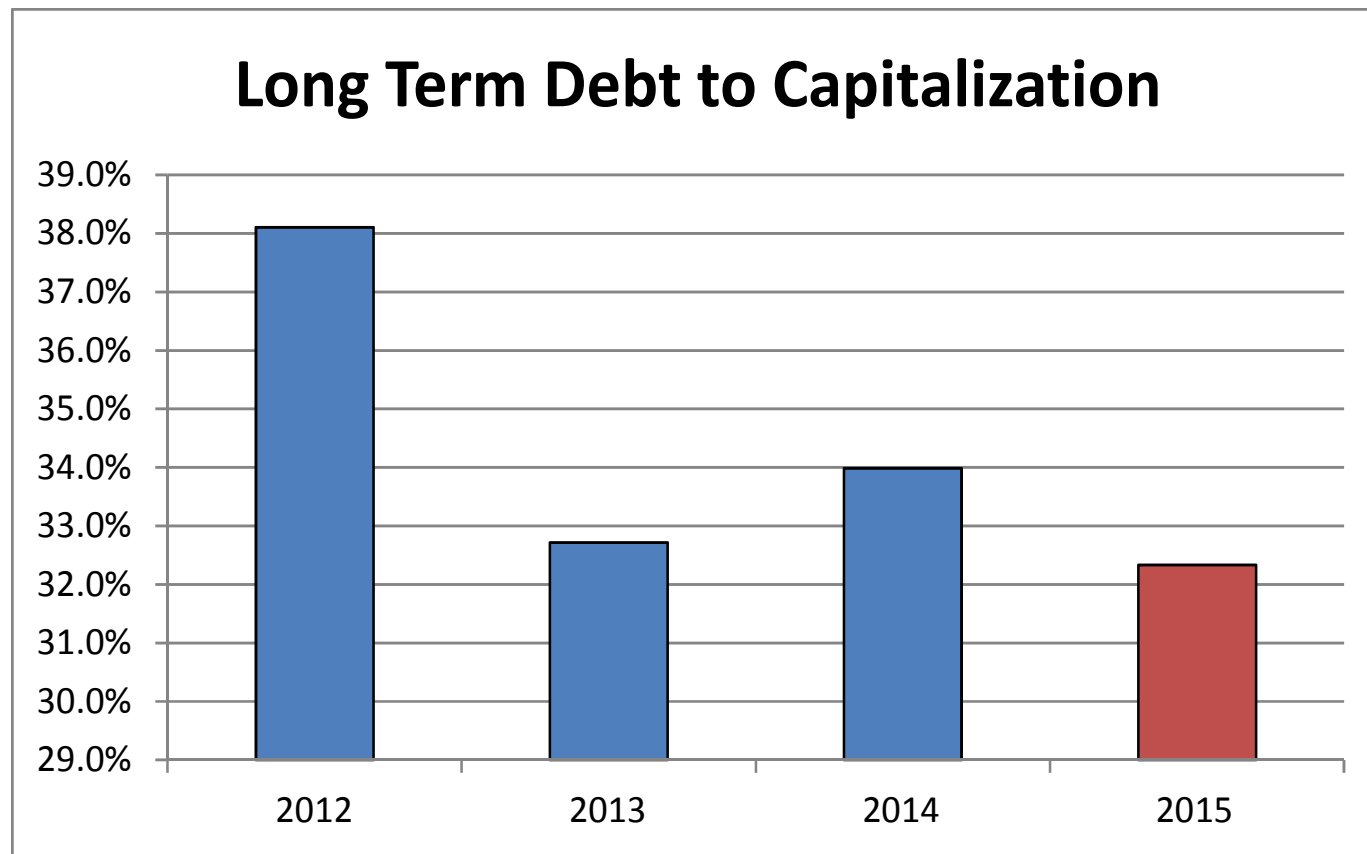
History of Net Assets



MD Full Time Equivalents

HOSPITAL	2013 Actual Results	2014 Approved Budget	2014 Projected Results	2015 Submitted Budget	B2014-B2015 Change	% Change
Brattleboro Memorial Hospital	33	44	50	55	11	24.3%
Central Vermont Medical Center	74	75	74	79	4	5.3%
Copley Hospital	15	17	17	17	1	3.6%
Fletcher Allen Health Care	488	520	520	526	6	1.1%
Gifford Medical Center	38	40	37	23	-17	-43.0%
Grace Cottage Hospital	7	7	7	9	2	27.3%
Mt. Ascutney Hospital & Health Center	22	20	20	24	4	21.8%
North Country Hospital	36	33	33	31	-2	-7.3%
Northeastern VT Regional Hospital	27	27	27	28	0	1.6%
Northwestern Medical Center	29	29	30	30	1	3.2%
Porter Medical Center	36	39	36	36	-3	-7.3%
Rutland Regional Medical Center	80	89	87	90	0	0.5%
Southwestern VT Medical Center	58	64	63	73	9	13.8%
Springfield Hospital	14	25	24	23	-2	-8.9%
Total	956	1,030	1,025	1,043	13	1.3%

History of Debt to Capitalization



Act 48 says, in order for Green Mountain Care to be Implemented 5 Things Need to Happen...

- 1) Receipt of a waiver under Section 1332 of the Affordable Care Act pursuant to subsection (b) of this section.
- 2) Enactment of a law establishing the financing for Green Mountain Care.
- 3) Approval by the Green Mountain Care Board of the initial Green Mountain Care benefit package pursuant to 18 V.S.A. § 9375.
- 4) Enactment of the appropriations for the initial Green Mountain Care benefit package proposed by the Green Mountain Care Board pursuant to 18 V.S.A. § 9375.

5) A determination by the Green Mountain Care Board, as the result of a detailed and transparent analysis, that each of the following conditions will be met...

A) Each Vermont resident covered by GMC will receive benefits with an actuarial value of 80 percent or greater.

B) GMC will not have a negative aggregate impact on Vermont's economy- this determination will include an analysis of the impact of implementation on economic growth.

C) Financing for GMC is sustainable. This analysis will consider at least a five-year revenue forecast using the consensus process established in 32 V.S.A. § 305a, projections of federal and other funds available to support GMC, and estimated expenses for GMC for an equivalent time period.

D) Administrative expenses in Vermont's health care system for which data are available will be reduced below 2011 levels, adjusted for inflation and other factors as necessary to reflect the present value of 2011 dollars at the time of the analysis.

E) Cost-containment efforts will result in a reduction in the rate of growth in Vermont's per-capita health care spending without reducing access to necessary care or resulting in excessive wait times for services.

F) Health care professionals will be reimbursed at levels sufficient to allow Vermont to recruit and retain high-quality health care professionals.