

Impact of Current Health Policy on Rural Hospitals and Communities

Vermont

Hospital	Hospital Type	Operating Profit Margin ¹	Sequestration ² <i>2% Inpatient and Outpatient Medicare Revenue Cut</i>			Bad Debt Reimbursement Cut ³ <i>35% Medicare Bad Debt Reimbursement Cut</i>			PPS Coding Offset ⁴ <i>0.5% PPS Medicare Inpatient Revenue Cut</i>			340B Reimbursement Cuts ^{5,6} <i>27% Outpatient Drug Reimbursement Cut for 340B PPS Participants</i>		
			Annual Hospital Revenue Lost ¹	Potential Job Loss ⁷	Potential GDP Loss ⁸	Annual Hospital Revenue Lost ¹	Potential Job Loss ⁷	Potential GDP Loss ⁸	Annual Hospital Revenue Lost ¹	Potential Job Loss ⁷	Potential GDP Loss ⁸	Annual Hospital Revenue Lost ¹	Potential Job Loss ⁷	Potential GDP Loss ⁸
BRATTLEBORO MEMORIAL HOSPITAL	Rural PPS	-2.1%	\$340,474	6	\$698,652	\$26,947	0	\$55,294	\$42,886	1	\$88,003	\$137,529	3	\$282,210
CENTRAL VERMONT MEDICAL CENTER	Rural PPS	1.9%	\$866,117	16	\$1,758,380	\$94,021	2	\$190,880	\$129,683	2	\$263,280	\$340,744	6	\$691,773
COPLEY HOSPITAL	CAH	-0.1%	\$173,305	3	\$320,139	-	-	-	-	-	-	-	-	-
GIFFORD MEDICAL CENTER	CAH	6.2%	\$131,430	2	\$262,170	\$836	0	\$1,667	-	-	-	-	-	-
GRACE COTTAGE HOSPITAL	CAH	-4.7%	\$10,075	0	\$20,520	\$23,175	0	\$47,200	-	-	-	-	-	-
MT ASCUTNEY HOSPITAL	CAH	3.4%	\$28,190	1	\$58,544	\$61,359	1	\$127,428	-	-	-	-	-	-
NORTH COUNTRY HOSPITAL AND HEALTH CENTER	CAH	0.1%	\$132,568	2	\$250,839	\$149,389	3	\$282,668	-	-	-	-	-	-
NORTHEASTERN VERMONT REGIONAL HOSPITAL	CAH	3.1%	\$149,114	3	\$285,510	\$151,801	3	\$290,654	-	-	-	-	-	-
NORTHWESTERN MEDICAL CENTER INC	Rural PPS	5.6%	\$492,455	9	\$1,019,433	\$69,491	1	\$143,854	\$79,938	1	\$165,480	\$192,966	4	\$399,460
PORTER HOSPITAL INC	CAH	-1.1%	\$139,043	2	\$276,320	\$34,645	1	\$68,850	-	-	-	-	-	-
SOUTHWESTERN VERMONT MEDICAL CENTER	Rural PPS	-	\$672,136	15	\$1,653,907	\$57,734	1	\$142,065	\$79,958	2	\$196,751	-	-	-
SPRINGFIELD HOSPITAL	CAH	1.1%	\$138,184	2	\$275,938	\$156,263	3	\$312,040	-	-	-	-	-	-

Note: Maine voted in support of Medicaid expansion in November 2017.

¹CMS Healthcare Cost Report Information System (HCRIS), Q3 2017. Operating margin is computed in accordance with Flex Monitoring Team guidance. Outliers are excluded. Hospitals for which data are unavailable are excluded.

²Budget Control Act of 2011

³Middle Class Tax Relief and Job Creation Act of 2012

⁴American Taxpayer Relief Act of 2012

⁵MedPAC, 2015

⁶Medicare Program: Hospital Outpatient Prospective Payment and Ambulatory Surgical Center Payment Systems and Quality Reporting Programs, 2017

⁷National Center for Rural Health Works, 2016

⁸The World Bank, 2017

Impact of Proposed Save Rural Hospitals Act on Rural Hospitals and Communities

Vermont

Hospital	Hospital Type	Operating Profit Margin ¹	Eligible and Would Benefit? ^{1,2}	Save Rural Hospitals Act ²			
				<i>Proposed Community Outpatient Hospital Status would Preserve Outpatient Services</i>			
				Annual Hospital Revenue Preserved ¹	Potential Median Margin ¹	Potential Jobs Preserved ³	Potential GDP Preserved ⁴
BRATTLEBORO MEMORIAL HOSPITAL	Rural PPS	-2.1%	Yes	\$1,032,569	-0.7%	19	\$2,118,830
CENTRAL VERMONT MEDICAL CENTER	Rural PPS	1.9%	No	-	-	-	-
COPLEY HOSPITAL	CAH	-0.1%	Yes	\$1,409,889	2.0%	23	\$2,604,428
GIFFORD MEDICAL CENTER	CAH	6.2%	Yes	\$1,006,880	7.8%	18	\$2,008,477
GRACE COTTAGE HOSPITAL	CAH	-4.7%	Yes	\$192,706	-3.8%	4	\$392,487
MT ASCUTNEY HOSPITAL	CAH	3.4%	Yes	\$574,110	4.5%	11	\$1,192,296
NORTH COUNTRY HOSPITAL AND HEALTH CENTER	CAH	0.1%	Yes	\$1,346,699	1.7%	23	\$2,548,164
NORTHEASTERN VERMONT REGIONAL HOSPITAL	CAH	3.1%	Yes	\$1,263,157	4.6%	22	\$2,418,578
NORTHWESTERN MEDICAL CENTER INC	Rural PPS	5.6%	No	-	-	-	-
PORTER HOSPITAL INC	CAH	-1.1%	Yes	\$1,248,238	0.3%	22	\$2,480,620
SOUTHWESTERN VERMONT MEDICAL CENTER	Rural PPS	-	No	-	-	-	-
SPRINGFIELD HOSPITAL	CAH	1.1%	Yes	\$1,432,931	3.6%	26	\$2,861,403

Note: Maine voted in support of Medicaid expansion in November 2017.

¹ CMS Healthcare Cost Report Information System (HCRIS), Q3 2017. Operating margin is computed in accordance with Flex Monitoring Team guidance. Outliers are excluded. Hospitals for which data are unavailable are excluded.

² Save Rural Hospitals Act, 2017

³ National Center for Rural Health Works, 2016

⁴ The World Bank, 2017

Impact of Pending Health Policy on Rural Hospitals and Communities

Vermont

Hospital	Hospital Type	Operating Profit Margin ¹	Tax Cuts and Jobs Act: Minimum 2% Medicare Revenue Cut Imposed by PAYGO ² <i>2% Medicare Revenue Cut, in addition to existing Sequester</i>				Tax Cuts and Jobs Act: Maximum 4% Medicare Revenue Cut Imposed by PAYGO ² <i>4% Medicare Revenue Cut, in addition to existing Sequester</i>				Ways and Means-Proposed Swing Bed Reimbursement Cut ^{3,4} <i>OIG-Recommended CAH Swing Bed Reimbursement at SNF Rate (\$275 per Swing Day)</i>			
			Annual Hospital Revenue Lost ¹	Potential Median Margin ¹	Potential Job Loss ⁵	Potential GDP Loss ⁶	Annual Hospital Revenue Lost ¹	Potential Median Margin ¹	Potential Job Loss ⁵	Potential GDP Loss ⁶	Annual Hospital Revenue Lost ¹	Potential Median Margin ¹	Potential Job Loss ⁵	Potential GDP Loss ⁶
BRATTLEBORO MEMORIAL HOSPITAL	Rural PPS	-2.1%	\$337,096	-2.6%	6	\$691,720	\$674,192	-3.1%	12	\$1,383,440	-	-	-	-
CENTRAL VERMONT MEDICAL CENTER	Rural PPS	1.9%	\$859,169	1.5%	16	\$1,744,275	\$1,718,338	1.1%	31	\$3,488,550	-	-	-	-
COPLEY HOSPITAL	CAH	-0.1%	\$290,505	-0.6%	5	\$536,638	\$581,010	-1.0%	10	\$1,073,276	\$435,471	-0.8%	7	\$804,427
GIFFORD MEDICAL CENTER	CAH	6.2%	\$218,985	5.8%	4	\$436,821	\$437,970	5.4%	8	\$873,642	\$1,439,578	3.8%	26	\$2,871,603
GRACE COTTAGE HOSPITAL	CAH	-4.7%	\$35,053	-4.9%	1	\$71,393	\$70,106	-5.0%	1	\$142,786	\$5,313,045	-37.1%	97	\$10,821,148
MT ASCUTNEY HOSPITAL	CAH	3.4%	\$144,942	3.2%	3	\$301,011	\$289,883	2.9%	5	\$602,021	\$5,069,998	-7.2%	94	\$10,529,231
NORTH COUNTRY HOSPITAL AND HEALTH CENTER	CAH	0.1%	\$258,620	-0.2%	4	\$489,350	\$517,240	-0.5%	9	\$978,699	\$1,100,622	-1.2%	19	\$2,082,548
NORTHEASTERN VERMONT REGIONAL HOSPITAL	CAH	3.1%	\$291,491	2.7%	5	\$558,120	\$582,981	2.4%	10	\$1,116,240	\$1,030,276	1.8%	18	\$1,972,679
NORTHWESTERN MEDICAL CENTER INC	Rural PPS	5.6%	\$489,001	5.2%	9	\$1,012,281	\$978,001	4.8%	18	\$2,024,563	-	-	-	-
PORTER HOSPITAL INC	CAH	-1.1%	\$301,534	-1.5%	5	\$599,238	\$603,069	-1.8%	11	\$1,198,476	\$342,804	-1.5%	6	\$681,253
SOUTHWESTERN VERMONT MEDICAL CENTER	Rural PPS	-	\$665,090	-	15	\$1,636,570	\$1,330,181	-	29	\$3,273,141	-	-	-	-
SPRINGFIELD HOSPITAL	CAH	1.1%	\$244,169	0.7%	4	\$487,579	\$488,339	0.3%	9	\$975,158	\$113,517	0.9%	2	\$226,681

Note: Maine voted in support of Medicaid expansion in November 2017.

¹CMS Healthcare Cost Report Information System (HCRIS), Q3 2017. Operating margin is computed in accordance with Flex Monitoring Team guidance. Outliers are excluded. Hospitals for which data are unavailable are excluded.

²Budget Enforcement Act of 1990

³House Ways and Means Committee, 2017

⁴Office of Inspector General, 2015

⁵National Center for Rural Health Works, 2016

⁶The World Bank, 2017

Impact of Medicaid Block Grants under Proposed ACA Repeal and Replace on Rural Hospitals and Communities

Vermont

Hospital	Hospital Type	Operating Profit Margin ¹	House-Approved American Health Care Act (AHCA) ² \$834B Cut to Medicaid Funding over Ten Years				Senate-Proposed Better Care Reconciliation Act (BCRA) ² \$772B Cut to Medicaid Funding over Ten Years				Senate-Proposed Graham-Cassidy Bill ² \$1T Cut to Medicaid Funding over Ten Years			
			Annual Hospital Revenue Lost ¹	Potential Median Margin ¹	Potential Job Loss ³	Potential GDP Loss ⁴	Annual Hospital Revenue Lost ¹	Potential Median Margin ¹	Potential Job Loss ³	Potential GDP Loss ⁴	Annual Hospital Revenue Lost ¹	Potential Median Margin ¹	Potential Job Loss ³	Potential GDP Loss ⁴
BRATTLEBORO MEMORIAL HOSPITAL	Rural PPS	-2.1%	\$1,275,343	-3.9%	23	\$2,617,001	\$1,180,533	-3.8%	22	\$2,422,452	\$1,529,188	-4.3%	28	\$3,137,891
CENTRAL VERMONT MEDICAL CENTER	Rural PPS	1.9%	\$2,403,631	0.7%	44	\$4,879,824	\$2,224,944	0.8%	40	\$4,517,055	\$2,882,052	0.5%	52	\$5,851,108
COPLEY HOSPITAL	CAH	-0.1%	\$928,785	-1.6%	15	\$1,715,705	\$859,738	-1.5%	14	\$1,588,158	\$1,113,651	-1.9%	18	\$2,057,200
GIFFORD MEDICAL CENTER	CAH	6.2%	\$697,906	5.0%	12	\$1,392,150	\$646,024	5.1%	12	\$1,288,657	\$836,818	4.8%	15	\$1,669,245
GRACE COTTAGE HOSPITAL	CAH	-4.7%	\$111,515	-5.2%	2	\$227,123	\$103,225	-5.2%	2	\$210,239	\$133,711	-5.3%	2	\$272,330
MT ASCUTNEY HOSPITAL	CAH	3.4%	\$595,742	2.3%	11	\$1,237,221	\$551,454	2.4%	10	\$1,145,245	\$714,319	2.1%	13	\$1,483,478
NORTH COUNTRY HOSPITAL AND HEALTH CENTER	CAH	0.1%	\$1,495,354	-1.7%	25	\$2,829,443	\$1,384,189	-1.6%	23	\$2,619,100	\$1,792,991	-2.1%	30	\$3,392,617
NORTHEASTERN VERMONT REGIONAL HOSPITAL	CAH	3.1%	\$1,829,277	0.8%	31	\$3,502,534	\$1,693,287	1.0%	29	\$3,242,153	\$2,193,377	0.3%	38	\$4,199,681
NORTHWESTERN MEDICAL CENTER INC	Rural PPS	5.6%	\$1,491,154	4.3%	28	\$3,086,842	\$1,380,301	4.4%	26	\$2,857,364	\$1,787,954	4.1%	33	\$3,701,249
PORTER HOSPITAL INC	CAH	-1.1%	\$841,314	-2.1%	15	\$1,671,940	\$778,770	-2.0%	14	\$1,547,647	\$1,008,769	-2.3%	18	\$2,004,724
SOUTHWESTERN VERMONT MEDICAL CENTER	Rural PPS	-	\$2,153,053	-	47	\$5,297,961	\$1,992,994	-	44	\$4,904,108	\$2,581,599	-	57	\$6,352,472
SPRINGFIELD HOSPITAL	CAH	1.1%	\$1,146,104	-0.9%	20	\$2,288,642	\$1,060,902	-0.8%	19	\$2,118,503	\$1,374,226	-1.4%	25	\$2,744,175

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²Congressional Budget Office, 2017

³National Center for Rural Health Works, 2016

⁴The World Bank, 2017