

Balanced Update Model

Components of revenue change-increases

	Proportion of Revenues	Allowance	Weighted Allowance
Adjustment for inflation/policy adjustments			
-Global budget revenues			2.40%
Adjustment for volume			
-Global budget revenues			
-Transfers (\$1 M -\$5 M impact)			
-Categoricals			
-Market share adjustments (\$4 M est. impact)			
			0.57%
Infrastructure allowance provided			
-Global budget revenues except TPR	80%		
-Regional Collaboration			
CON adjustments-			
-Opening of Holy Cross Germantown Hospital			0.21%
Net increase before adjustments			2.97%
Other adjustments (positive and negative)			
-Set aside for unknown adjustments			0.50%
-Reverse prior year's shared savings reduction			0.40%
-Positive incentives (Readmissions and Other Quality)			0.15%
-Shared savings/negative scaling adjustments			-0.60%
Net increase attributable to hospitals			3.42%
Per Capita			2.83%
<u>Components of revenue changes - not hospital generated</u>			
-Uncompensated care reduction, net of differential			-0.77%
-Utilization Impact of Medicaid Expansion			TBD
-MHIP adjustment - Annualize FY 15			-0.27%
-Other assessment changes			
Net decreases			-1.04%
Net revenue growth			2.38%
Per capita revenue growth			1.80%