

RUTLAND REGIONAL MEDICAL CENTER

Hospital Capital Investments

This page provides information about the hospital's capital spending plans for the next four years. Capital spending is money spent on purchases and improvements to the hospital including buildings, property, and equipment.

Capital Indicators	Definition	National Benchmarks			Hospital Data				Vermont
		2004 ¹		2006 ²	Actual	Actual	Actual	Budget	Budget 2007 Median
		New England	RNFP ³ 100-249 Beds	S & P ³ A- Rated	2004	2005	2006	2007	
Age of Plant	The average age (in years) of buildings and equipment.	10.7	10.4	9.6	11.5	12.0	13.1	12.8	10.2
Age of Plant - Building	The average age (in years) of buildings.	N/A	N/A	N/A	10.8	11.4	13.3	15.4	13.7
Age of Plant - Equipment	The average age (in years) of equipment.	N/A	N/A	N/A	12.3	12.7	12.9	10.7	8.7
Net Property, Plant & Equipment per Staffed Bed	On average, the amount of buildings, property, and equipment for each hospital bed.	\$300,031	\$245,906	N/A	\$393,563	\$387,027	\$380,390	\$360,506	\$354,869
Long Term Debt to Total Assets	The hospital's borrowing compared to what it owns.	31.0%	28.0%	N/A	21.6%	20.7%	18.9%	17.9%	27.4%
Capital Acquisitions as % of Net Patient Revenue	A measure of spending on buildings, property, and equipment.	N/A	N/A	N/A	5.1%	5.1%	6.7%	4.7%	6.2%
					Hospital Data				
					(all #'s in thousands)				
					Actual	Budget	Plan	Plan	Plan
					2006	2007	2008	2009	2010
Building & Property Capital Expenditures	Money spent to buy hospital buildings and property.				\$4,302	\$1,637	\$1,307	\$328	\$823
Equipment Capital Expenditures	Money spent to buy hospital equipment.				\$5,040	\$5,245	\$6,193	\$7,672	\$7,677
<u>Possible Certificate of Need (CON) Projects</u>									
Projects the hospital needs a permit from the state to build or acquire.									
Diagnostic Imaging/Fifth Floor						\$0	\$0	\$50,000	\$0
Linear Accelerator						\$0	\$0	\$0	\$2,800
PET/CT						\$0	\$0	\$0	\$2,000
Digital Radiography						\$0	\$0	\$1,800	\$0
Total Capital Expenditures	Total money spent on buildings, property, equipment, and possible CONs.				\$9,341	\$6,882	\$7,500	\$59,800	\$13,300

RRMC has embarked upon a 3 year capital plan that projects \$35 million in capital expenditures over the next 3 years. The Letter of Intent filed with the state in February 2006 for the Diagnostic Imaging/Fifth Floor project is currently being reevaluated as we rescope the project to determine final project costs. The need for these capital expenditures is supported by the fact that RRMC's age of plant is above the state median.

¹ 2004 benchmarks are 50th percentile data from "The Sourcebook: The Comparative Performance of U.S. Hospitals", published by Solucient, LLC, and are all national groupings except for New England.

² 2006 stand-alone hospital medians from Standard and Poor's, the bond rating agency. The bond rating is one indicator of how likely it is that a hospital would be able to borrow money.

³ Rural Not-For-Profit. The grouping includes rural not-for-profit hospitals in the U.S. having a number of beds between the number shown.