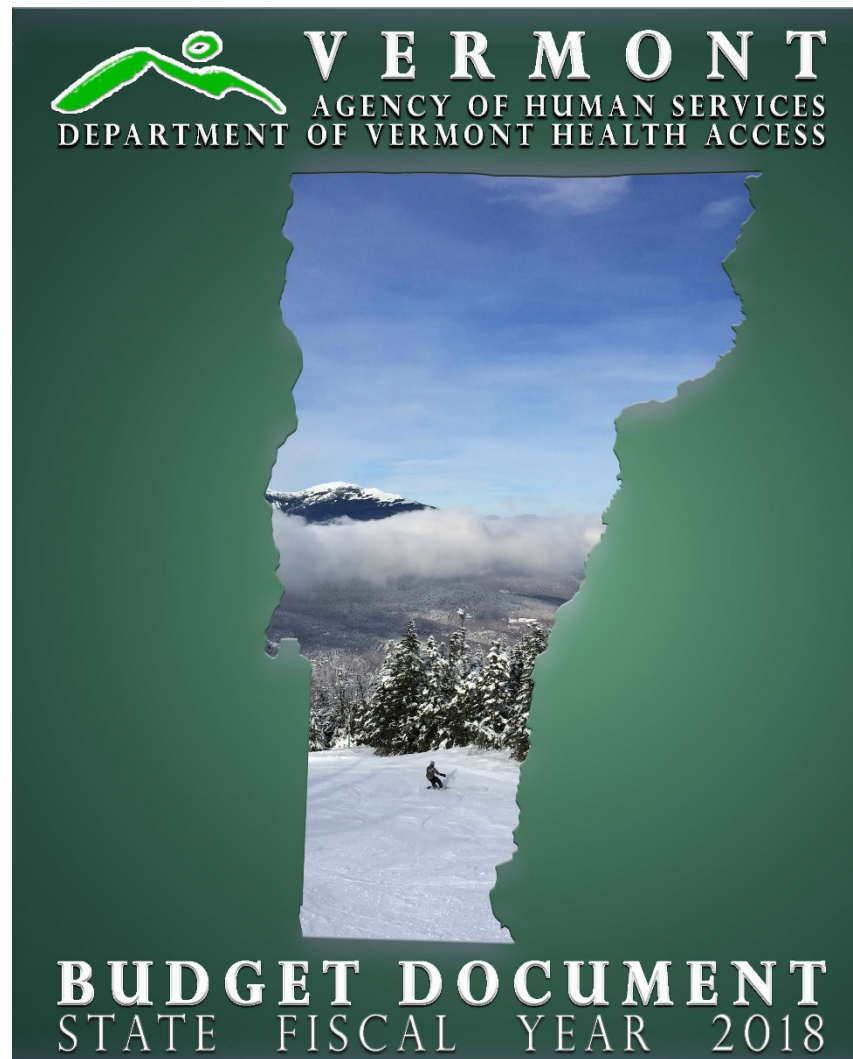


DEPARTMENT OF VERMONT HEALTH ACCESS

State Fiscal Year 2018
Budget Presentation



Who DVHA Serves: 203,758 Vermonters

- **Categorical Eligibility**

- Aged
- Blind
- Disabled
- Medicare Eligible

- ✓ Aged, Blind, or Disabled Adult
- ✓ ABD Dual Eligible for Medicare
- ✓ Blind or Disabled Child
- ✓ ABD Dual Enrolled in Choices for Care

- **Modified Adjusted Gross Income**

- Income Eligible
- Eligibility Grouping Varies Based Upon Federal Poverty Levels (FPL)

- ✓ General Adult (income below Protected Income Level)
- ✓ New Adult With Child (income up to 133% FPL)
- ✓ Childless New Adult (income up to 133% FPL)
- ✓ General Child (income up to Protected Income Level)
- ✓ Optional/Underinsured Child (up to 312% FPL)
- ✓ Children's Health Insurance Plan (CHIP) (up to 312% FPL)

- **Limited Benefit Programs**

- Some Individual Specific
- Some Provider Specific
- Some Federally Driven

- ✓ VPharm (Medicare Enrolled with income up to 225% FPL)
- ✓ Healthy Vermonters (between 350% - 400% FPL)
- ✓ Vermont Premium Assistance (income btwn 133% & 300% FPL)
- ✓ Cost Sharing Reduction (income btwn 133% & 300% FPL)
- ✓ Disproportionate Share Hospital Payments
- ✓ Buy-In
- ✓ Clawback

See Fast Facts on Page 7 for high level information on who DVHA serves. For more information on specific coverage programs, caseload, utilization, and expenditures see Chapter 4 of the DVHA Budget Book starting on Page 64.

What DVHA Does

In order to accomplish its mission, DVHA focuses on five key areas:

General Administration

- Commissioner's Office
- Business Office
- Data
- Outreach/Education
- Operational Support
- Medicaid Support

Claims Services

- Clinical Operations
- MMIS – Claims Processor
- MMIS – Misc. Contracts
- Provider and Member Relations
- Reimbursement Unit

Projects

- EHRIP
- HIT/HIE
- MMIS

Eligibility

- Assistant Operations (Aops)
- Call Center
- Health Access Eligibility & Enrollment
- Long-Term Care
- Premium Processing

Quality

- Blueprint
- Coordination of Benefits
- Managed Care & Compliance
- Payment Reform
- Pharmacy
- Program Integrity
- Quality Improvement
- Vermont Chronic Care Initiative

Please see page 26 of the DVHA Budget Book.

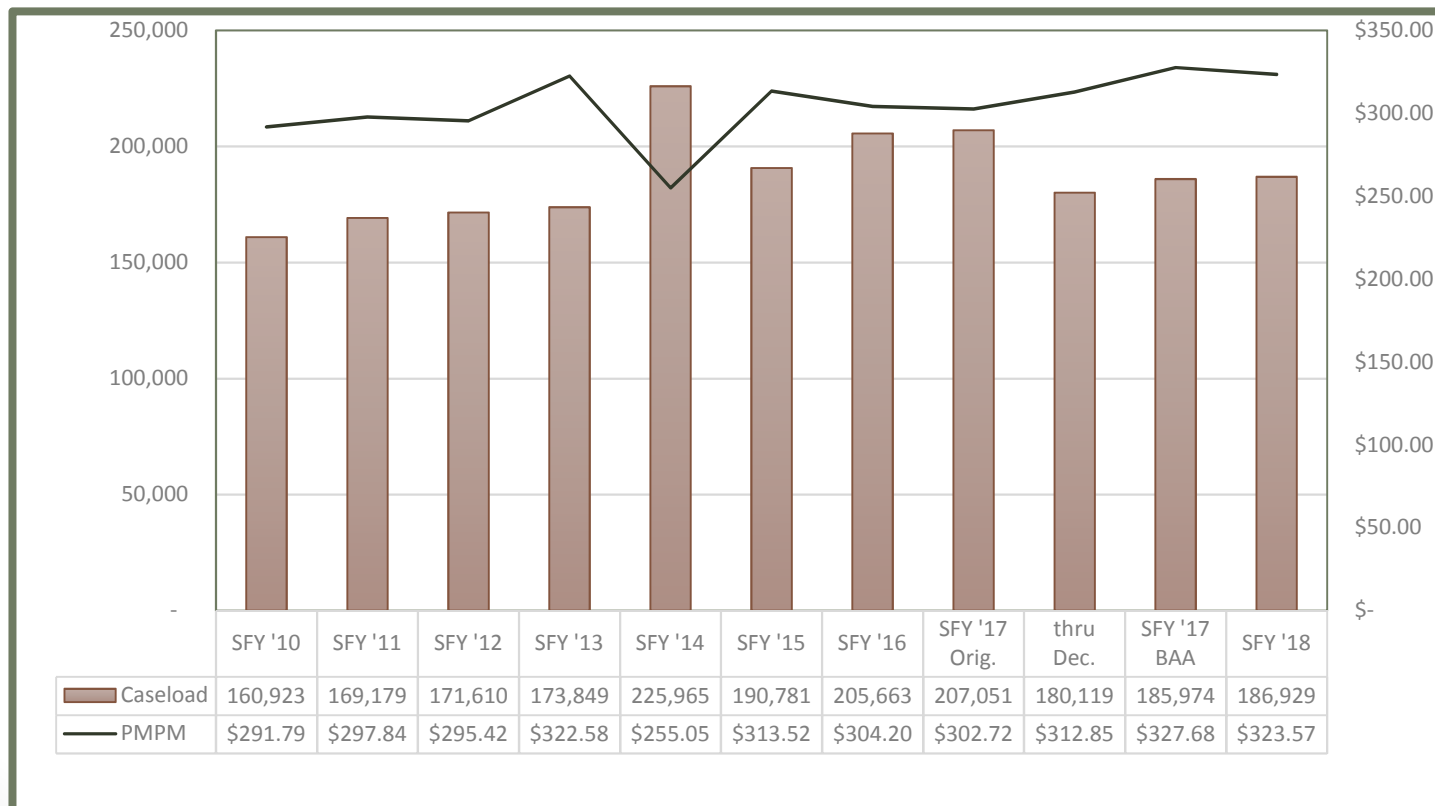
DVHA Budget Ask

- DVHA's SFY '17 appropriation is \$1,224,947,848 gross / \$481,514,946 state
- This is comprised of:
 - \$189,714,049 gross administration / \$50,153,654 state
 - \$1,035,233,799 gross program / \$431,361,293 state
- The Governor's Recommended budget adjusts the begin appropriation by:
 - (\$273,938) gross administration / (\$5,446,792) state
 - *\$333,210 gross administration / (\$5,143,218) state per conf. committee*
 - (\$11,916,670) gross program / (\$3,679,111) state
 - *\$1,098,050 gross program / \$2,370,394 state per conf. committee*
- DVHA's Governor's budget is \$1,212,757,242 gross / \$466,275,926 state
 - *\$1,226,379,108 gross / \$478,742,122 state per conf. committee*

Caseload & Utilization

53rd Week Base Funding Rescission (\$13,027,475)
(\$6,029,441) state

Caseload and Utilization Changes \$15,174,725
 Year-Over-Year Caseload and Utilization Comparison (see page 111) *\$7,231,130 state*



Please see page 111 of the DVHA Budget Book

Additional Programmatic Changes

Caseload and Utilization Reserve (\$21,207,606)
\$(10,000,540) state

The House reversed this policy decision

Buy-In Adjustment \$1,413,578
\$562,246 state

Clawback Increase \$2,457,530
\$2,457,530 state

Disproportionate Share Reduction (\$3,700,000)
\$(1,712,360) state

*(10,000,000) gross / (\$4,602,190) state additional reductions per House & Senate revisions.
Revises the total DSH from \$37,448,781 to \$27,448,781: a 26.7% total impact.*

Change in Federal Match \$0
\$400,110 state

DAIL Managed Policy Decisions \$7,372,578
\$3,412,213 state

*The House added \$1,160,004 gross and the Senate augmented with \$250,838
gross for increases to home health and HCBS providers.*

Additional Programmatic Changes

Programmatic savings were added:

(\$2,251,772) gross for expanded Vermont Chronic Care efforts

(\$878,456) gross expanded Coordination of Benefits efforts

(\$937,500) gross for expanded Program Integrity efforts

Emergency Department savings in the amount of (\$1.5 million) are anticipated due to S.133 changes

\$360,000 gross was added for 2% increases for non-CFC Home Health / HCBS providers

\$1.6 million gross was added for additional primary care rate increases

The appropriation was reduced by (\$96,000) gross as the state plan does not allow for 340b shared savings

Administrative Considerations

Personal Services \$5,751,618

\$1,881,498 state

- Pay Act and Fringe 1,738,299 gross / \$731,030 state
- Elimination of Two Deputy Commissioners (\$262,283) gross / (\$105,939) state
- 2 Paygrade Increase for Benefits Program Specialists \$471,818 gross / \$139,182 state
- 52 Health Access Eligibility & Enrollment Positions \$4,234,549 gross / \$1,249,153 state
- Vacancy Savings Increase due to HAEEU Positions . . (\$633,060) gross / (\$236,321) state
- Legislature added in funding for 3 FTEs in COB \$252,982 gross / \$126,491 state*
- Legislature added in funding for 5 FTEs in PI \$354,166 gross / \$177,083 state*

Operating \$202,295

\$104,394 state

The DVHA portion of shared service costs that are allocated by department, such as fee-for-space and Department of Information and Innovation (DII) costs, is rising.

Administrative Considerations, cont'd.

Grants and Contracts	(\$6,025,556) <i>(\$7,328,290) state</i>
Eligibility Unit Temporary Support	\$376,310 gross / \$200,490 state
Vermont Health Connect Contract Increases	\$1,419,417 gross / \$424,646 state
Base Contract Increases	\$2,690,157 gross / 1,245,078 state
Decrease in Project Contracts	(\$5,401,164) gross / (\$540,116) state
Transfer of LTC – AAA Senior Eligibility Grants	\$149,904 gross / \$74,952 state
Movement of Ombudsman Contract to AHS	(\$733,653) gross / (\$376,660) state
VHC Contract Savings for Improved Efficiencies	(\$3,662,223) gross / (\$2,858,000) state
Miscellaneous Administrative Contract Reductions	(\$864,304) gross / (\$400,000) state
Changes in Funding	\$0 gross / (\$5,098,680) state

DVHA Administration

The Department of Vermont Health Access (DVHA) has five key areas which are the department's administrative focus. These are:

- **General Administration**
- **Claims Services**
- **Eligibility**
- **Quality**
- **Project**

	SFY '18 Governor's Recommendation			
	# FTEs	Total \$	% of Admin Budget	% of Total Budget
General	87	\$ 9,960,991	5.26%	0.82%
Claims Services	29	\$ 18,273,537	9.65%	1.51%
Eligibility	145	\$ 48,272,806	25.48%	3.98%
Quality	90	\$ 21,733,978	11.47%	1.79%
Project	15	\$ 91,198,799	48.14%	7.52%
TOTAL ADMINISTRATIVE COSTS	366	\$ 189,440,111	100.00%	15.62%

TOTAL DVHA BUDGET	\$ 1,212,757,242
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Please see page 26 of the DVHA Budget Book.