



State of Vermont
OFFICE OF THE GOVERNOR

**Emergency Board Meeting Minutes
January 18, 2018 – 10:00 a.m.**

Pursuant to notice, the Emergency Board met in the State House Ceremonial Office, 115 State Street, Montpelier, Vermont, on Thursday, January 18, 2018, at 10:00 a.m.

Members present: Governor Philip Scott, Chair; Senator Jane Kitchel; Senator Ann Cummings; Representative Janet Ancel; Representative Catherine (Kitty) Toll

The items on the agenda were as follows:

ITEM 1. Private Activity Bond Allocation (32 VSA Sec. 992(b))
Presentation by Scott Baker

Senator Kitchel made the following motion, seconded by Representative Toll:

Moved: to allocate Vermont's Private Activity Bond Allocation of \$311,375,000 for calendar year 2018 as follows:

Vermont Housing Finance Agency (VHFA) Vermont	\$	0
Student Assistance Corporation	\$	0
Vermont Economic Development Authority (VEDA):	\$	40,000,000
Vermont Municipal Bond Bank: (VMBB)	\$	20,000,000
Contingency:	\$	<u>251,375,000</u>
TOTAL	\$	311,375,000

The allocation to the Vermont Municipal Bond Bank includes such governmental units as defined in 24 V.S.A. § 4551, that are recipients of proceeds issued by VMBB during calendar year 2018, to which the VMBB assigns any portion of such 2018 volume cap.

The motion was passed unanimously.

ITEM 2. Medicaid Report (32 VSA Sec. 305a)

Presentation of Medicaid Report by Stephanie Barrett and Richard Donahey

Senator Cummings made the following motion, seconded by Representative Toll:

Moved: That the Vermont Medicaid Program estimated caseloads and estimated per member per month expenditures for FY 2018 and FY 2019 as follows:

Projected Enrollment and Per Member Per Month Expenditures

Eligibility Category	Enrollment		PMPM Expenditures ¹	
	SFY '18 Projected	SFY '19 Projected	SFY '18 Projected	SFY '19 Projected
Full Coverage/Primary				
Aged, Blind, or Disabled (ABD) Adults	7,218	7,141	\$1,818.84	\$1,879.32
General Adults	12,984	12,958	\$579.69	\$554.82
New Adult Childless - began 1/1/2014	41,165	39,795	\$445.49	\$463.00
New Adult w/Children - began 1/1/2014	18,439	20,309	\$362.44	\$372.24
Blind or Disabled (BD) Kids	2,439	2,379	\$2,127.43	\$2,236.13
General Kids	60,360	60,372	\$415.61	\$424.64
SCHIP (Uninsured) Kids	4,817	4,905	\$215.44	\$214.94
Caseload Subtotal -Full/Primary	147,423	147,859		
Partial Coverage/Supplemental				
Choices for Care	4,350	4,390	\$4,317.40	\$4,334.59
Dual Eligible	17,645	17,772	\$1,112.06	\$1,132.05
Rx -Pharmacy Only Programs	11,182	10,913	\$34.86	\$46.72
VPA-Vermont Premium Assistance	19,023	20,524	\$29.13	\$28.88
CSR-Cost Sharing Reduction-subset of VPA caseload	6,483	7,099	\$33.95	\$19.42
Underinsured Kids (ESI)	831	800	\$201.48	\$206.73
Caseload Subtotal -Partial/Supplemental	53,031	54,399		
Caseload Total	200,454	202,258		
Buy In			\$40,462,007	\$40,465,944
Disproportionate Share Hospital (DSH)			\$27,448,781	\$27,448,781
Clawback (Medicare Part D provision)			\$35,048,981	\$35,448,526

NOTES

¹ PMPMs do not include administration or Global Commitment Waiver Investment expenditures.

Reimbursement rate increase estimated cost

32 V.S.A. § 305a(c) was amended to include the requirement that information on health care inflation be provided for Emergency Board consideration each January.

The estimated cost of a one percent (1%) increase in Medicaid provider payment rates effective July 1, 2018 for SFY2018 is estimated as:

- DVHA \$ 7.3 million gross funds of which \$3.38 million state funds
- NON-DVHA \$ 4.4 million gross of which \$2.03 million state funds
- TOTAL \$11.7 million gross funds of which \$5.41 million state funds

This estimate exclude nursing homes and PNMI which have a rate setting process and statutory inflation factor; it also excludes Woodside and case management services which are cost based; Pharmacy which is an system of manufacture set prices with rebates; and school based services which are determined by the schools.

The motion was passed unanimously.

ITEM 3. Official State Revenue Estimate (32 VSA Sec 305a (a))
 Presentation of Revenue Report by Jeff Carr and Tom Kavet

Representative Ancel made the following motion, seconded by Representative Toll:

Moved: That the state revenue estimates pursuant to 32 VSA Sec. 305a (a) for FY 2018, FY 2019 and FY 2020 are as follows:

	Fiscal 2018 Estimate (Millions)	Fiscal 2019 Estimate (Millions)	Fiscal 2020 Estimate (Millions)
General Fund	\$ 1,493.6	\$ 1,568.2	\$ 1,610.9
Transportation Fund	\$ 277.6	\$ 281.0	\$ 285.5
Transportation Infrastructure Bond (TIB) Fund	\$ 14.9	\$ 15.7	\$ 16.1
Education Fund	\$ 198.4	\$ 207.8	\$ 212.6
State Health Care Resource Fund	\$ 288.2	\$ 284.5	\$ 285.9
Federal Funds	\$ 1,989.7	----	----
Global Commitment Fund	\$ 1,543.7	\$ 1,564.7	----

The motion was passed unanimously.

ITEM 4. 2018 Estimated Effect Upon the Education Fund of Authorized TIF Districts

Proposed motion to adopt the forecasted effect upon the Education Fund of Authorized TIF Districts pursuant to 32 V.S.A. §305b, as follows was postponed until the next emergency board meeting (which will be set for March or April) to allow Jeff Carr and Tom Kavet time to review:

2018 \$370,000,000
 2019 \$415,000,000
 2020 \$476,000,000

The meeting was adjourned at 11:15 a.m.

A true record,

ATTEST:



Brittney Wilson

Secretary of Civil and Military Affairs

/kp

1/18/18

c: Board Members

Auditor of Accounts

State Treasurer