

PHILIP B. SCOTT
Governor



State of Vermont
OFFICE OF THE GOVERNOR

**Emergency Board Meeting Minutes
January 22, 2019 – 1:00 p.m.**

Pursuant to notice, the Emergency Board met in the Governor's State House office, 115 State Street, Montpelier, Vermont, on Tuesday, January 22, 2019, at 1:00 p.m.

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

The items on the agenda were as follows:

ITEM 1. Allocation for calendar year 2019 Private Activity Bond ceiling (32 VSA Sec. 992(b))
Presentation by Scott Baker, Treasurer's office

Senator Kitchel moved and Senator Cummings seconded the motion to allocate Vermont's Private Activity Bond Allocation of \$316,745,000 for calendar year 2019 as follows:

Vermont Housing Finance Authority (VHFA)	\$	0
Vermont Student Assistance Corporation	\$	0
Vermont Economic Development Authority (VEDA):	\$	40,000,000
Vermont Municipal Bond Bank: (VMBB)	\$	20,000,000
Contingency:	\$	<u>256,745,000</u>
TOTAL	\$	316,745,000

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 2019, to which the VMBB assigns any portion of such 2019 volume cap.

The motion was passed unanimously.

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

Presentation of Medicaid Report by Stephanie Barrett and Richard Donahey

Senator Kitchel moved and Senator Cummings seconded the motion that the Vermont Medicaid Program estimated caseloads and estimated per member per month expenditures for FY 2019 and FY 2020 as follows:

Projected Enrollment and Per Member Per Month Expenditures

Eligibility Category	Jan. '19 Eboard Enrollment		Jan. '19 PMPM Expend ¹	
	SFY '19	SFY '20	SFY '19	SFY '20
	Projected	Projected	Projected	Projected
Full Coverage/Primary				
Aged, Blind, or Disabled (ABD) Adults	6,250	6,031	\$2,001.19	\$2,084.19
Blind or Disabled (BD) Kids	2,166	2,112	\$2,194.84	\$2,265.97
General Adults	12,958	12,867	\$581.01	\$588.36
New Adult Childless	39,248	39,273	\$491.27	\$496.22
New Adult w/Children	18,813	18,813	\$393.66	\$397.12
General Kids	59,811	59,708	\$454.75	\$461.46
SCHIP (Uninsured) Kids	4,697	4,697	\$204.82	\$206.80
Caseload Subtotal -Full/Primary	143,943	143,501		
Partial Coverage/Supplemental				
Choices for Care	4,350	4,390	\$4,619.95	\$4,683.95
Dual Eligible	17,645	17,772	\$1,173.28	\$1,192.45
Rx -Pharmacy Only Programs	11,182	10,913	\$89.54	\$62.67
VPA-Vermont Premium Assistance	19,023	20,524	\$28.88	\$28.88
CSR-Cost Sharing Reduction-subset of VPA	6,483	7,099	\$23.87	\$27.04
Underinsured Kids (ESI)	831	800	\$132.91	\$137.25
Caseload Subtotal -Partial/Supplemental	53,031	54,399		
Caseload Total	196,974	197,900		
Buy In			\$40,376,344	\$40,323,417
Disproportionate Share Hospital (DSH)			\$22,704,471	\$22,704,471
Clawback (Medicare Part D provision)			\$34,565,706	\$34,912,199

NOTES

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

Reimbursement rate increase estimated cost

32 V.S.A. § 305a(c) requires that information on health care inflation be provided for Emergency Board consideration each January.

The cost of a one percent (1%) increase in Medicaid provider payment rates effective July 1, 2019 for SFY2020 is estimated as:

DVHA	\$ 7.5 million gross funds of which \$3.47 million state funds
NON-DVHA	\$ 4.8 million gross funds of which \$2.20 million state funds
TOTAL	\$12.3 million gross funds of which \$5.67 million state funds

This estimate excludes nursing homes and PNMI which have a rate setting process and a statutory inflation factor; it also excludes case management services which are cost based; Pharmacy which is a 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 moved and Representative Toll seconded the motion that the state revenue estimates pursuant to 32 VSA Sec. 305a (a) for FY 2019, FY 2020 and FY 2021, are as follows:

	Fiscal 2019 Estimate (Millions)	Fiscal 2020 Estimate (Millions)	Fiscal 2021 Estimate (Millions)
General Fund	\$1,282.0	\$1,295.1	\$1,295.6
Transportation Fund	\$284.1	\$286.6	\$286.3
Transportation Infrastructure Bond (TIB) Fund	\$16.3	\$15.8	\$18.1
Education Fund	\$527.6	\$544.4	\$551.8
State Health Care Resource Fund	\$295.5	\$292.5	\$292.2
Federal Funds	\$2,027.5	---	---
Global Commitment Fund	\$1,572.9	\$1,599.9	---

The motion was passed unanimously.

ITEM 4. 2019 Estimated Effect Upon the Education Fund of Authorized TIF Districts
Presentation by Jake Feldman and Graham Campbell

Representative Ancel moved and Senator Cummings seconded the motion, pursuant to 32 V.S.A. Sec 305b, the forecasted effect upon the Education Fund of authorized TIF districts for Fiscal Year 2020 is as follows:

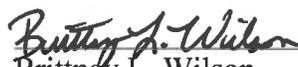
FY 2020 Equalized Education Grand List Reduction: \$417,000,000
FY 2020 Maximum Tax Impact on the Education Fund: \$6,390,000

The motion was passed unanimously.

The meeting was adjourned at 2:00 p.m.

A true record,

ATTEST:


Brittney L. Wilson

Secretary of Civil and Military Affairs

/kp 1/23/19

c: Board Members

Auditor of Accounts

State Treasurer